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SWARTLAND MUNICIPALITY

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SWARTLAND MUNICIPALITY

GENERAL INFORMATION

Ward Councillors

| | | |
|----|---------------|---------------------|
| 1 | H C Kitshoff | (Speaker) |
| 2 | C McKrieling | * (Deputy Mayor) |
| 3 | R J du Plooy | |
| 4 | A W Bredell | * (Executive Mayor) |
| 5 | A Johnson | * |
| 6 | F G Schoor | |
| 7 | N J A Rust | |
| 8 | T van Essen | * |
| 9 | N A Nqolobe | |
| 10 | M S I Goliath | |

Proportional Elected Councillors

| | |
|---------------|------|
| B W Geel | ACDP |
| C W Solomons | ANC |
| A S Markus | ANC |
| L N Gali | ANC |
| C W Persens | ANC |
| M J Bocks | ANC |
| H P Potgieter | DA |
| C H Heyns | DA |
| J D Van Wyk | DA |

* Member of the Executive Mayor's Committee

GRADING OF THE LOCAL AUTHORITY

Grade 3

AUDITORS

Auditor-General

BANKERS

ABSA Bank

50 Voortrekker Road
MALMESBURY
7300

P.O. Box 75
MALMESBURY
7299

Telephone : 022-4821137
Fax : 022-4871219

REGISTERED OFFICE

Church Street
MALMESBURY
7300

Private Bag X52
MALMESBURY
7299

Telephone : 022-4879400
Fax : 022-4879440
E-mail : swartlandmun@swartland.org.za

MUNICIPAL MANAGER

C F Janse van Rensburg

DIRECTOR: FINANCIAL SERVICES

K C Cooper

REPORT OF THE DIRECTOR: FINANCIAL SERVICES

1. PREFACE

In pursuance to the principles prescribed so as to conform to Generally Accepted Municipal Accounting Principles (GAMAP), these Financial Statements are presented in accordance with the accounting framework based on the said Principles. This report is an endeavour to present financial statistics applicable to the financial year under review, compared to the figures for the previous financial year, pertaining to the key financial indicators that may be of use to the users of the Financial Statements.

REVENUE FINANCIAL POSITION: RATES, TRADING AND GENERAL SERVICES

The estimates of income and expenditure for the year under review shows an exact balanced position. However Council adopted a adjustments budget, in terms of section 28 of the Municipal Finance Management Act, 2003, on 24 February 2005 providing for an increase of R 4,578,403 in the approved estimated expenditure and an increase in the approved estimated income of R 23,671,989 which results in an anticipated surplus of R 19,093,586.

A summary of the approved adjustments budget is as follows:

| | Expenditure | Income |
|---|-----------------------------|-----------------------------|
| Original approved budget | R 144,664,249 | R 144,664,249 |
| Plus: Provision for increase in municipal land sales | R 28,367,000 | |
| Less: Contribution from Appropriation Account (needless due to increase in the above sales) | <u>R (4,695,011)</u> | R 23,671,989 |
| Plus: Provision for increase in salaries, wages and allowances | R 590,000 | |
| Plus: Provision for office cleaning services | R 60,000 | |
| Plus: Provision for community projects | R 2,750,000 | |
| Plus: Provision for increase in repairs and maintenance | R 678,000 | |
| Plus: Provision for increased depreciation | R 500,403 | |
| Estimated Surplus | <u>R 19,093,586</u> | |
| | <u>R 168,336,238</u> | <u>R 168,336,238</u> |

The transactions for the year on Rates and General Services resulted in a deficit of R 9,519,462. After the net profit on the Electricity and Water Services of R 12,535,237 was taken into account, the activities for the year under review concluded with a surplus of R 3,015,775. The total income realized was R 2,281,941 more than the income provided for in the adjustments budget whilst the total expenditure actually incurred was R 11,708,855 less than the total expenditure provided for in the adjustments budget. The favourable financial position enabled Council to appropriate a contribution of R 30,068,607 towards the Asset Financing Fund compared to R 25,502,731 for 2003/2004. The results of the transactions on the Electricity and Water Services were as follows:

| | |
|---------------------|----------------------------|
| Electricity: Profit | R 13,443,617 |
| Water: Loss | R (908,380) |
| Net Profit | <u>R 12,535,237</u> |

After net adjustments were made, the accumulated surplus of R 28,004,703 at 30 June 2004 increased to R 38,013,676 at 30 June 2005. The Accumulated Surplus Account is not supported by cash and is mainly represented by outstanding debtors.

2. OPERATING RESULTS

The operating results for the year grouped as per department, classification and the type of income and expenditure are furnished in Annexures D and E of the Financial Statements. The overall results for the year were as follows:

| Income | Actual 2003/2004 R | Actual 2004/2005 R | Variance 2003/2004- 2004/2005 % | Budget 2004/2005 R | Variance % |
|---------------------------|-----------------------------------|-----------------------------------|--|-----------------------------------|-----------------------|
| Opening Surplus | 37,690,755 | 28,004,703 | - | 28,004,703 | - |
| Operating Income for year | 138,870,168 | 170,618,179 | 22.86 | 168,336,238 | 1.36 |
| Closing Deficit | - | - | - | - | - |
| | <u>176,560,923</u> | <u>198,622,882</u> | <u>12.50</u> | <u>196,340,941</u> | <u>1.16</u> |

REPORT OF THE DIRECTOR: FINANCIAL SERVICES (continued)

| Expenditure | Actual 2003/2004 R | Actual 2004/2005 R | Variance 2003/2004- 2004/2005 % | Budget 2004/2005 R | Variance % |
|--------------------------------|-----------------------------------|-----------------------------------|--|-----------------------------------|-----------------------|
| Opening Deficit | - | - | - | - | - |
| Operating Expenditure for year | 125,636,930 | 167,602,404 | 33.40 | 149,242,652 | 12.30 |
| Appropriation | 22,919,290 | (6,993,198) | - | - | - |
| Closing Surplus | 28,004,703 | 38,013,676 | - | 47,098,289 | - |
| | 176,560,923 | 198,622,882 | 12.50 | 196,340,941 | 1.16 |

2.1 RATES AND GENERAL SERVICES

| Income | Actual 2003/2004 R | Actual 2004/2005 R | Variance 2003/2004- 2004/2005 % | Budget 2004/2005 R | Variance % |
|--|-----------------------------------|-----------------------------------|--|-----------------------------------|-----------------------|
| Income | 76,655,063 | 107,669,528 | 40.46 | 105,276,760 | 2.27 |
| Expenditure | 77,242,881 | 117,188,990 | 51.71 | 99,462,211 | 17.82 |
| Surplus(Deficit) | (587,818) | (9,519,462) | - | 5,814,549 | - |
| Surplus(Deficit) as % of total Income | (0.77) | (8.84) | - | 5.52 | - |

The deficit for the year on Rates and General Services expressed as a percentage of the total income, compared with the position of the previous year, shows an increase.

2.2 TRADING SERVICES**2.2.1 ELECTRICITY**

| Income | Actual 2003/2004 R | Actual 2004/2005 R | Variance 2003/2004- 2004/2005 % | Budget 2004/2005 R | Variance % |
|---|-----------------------------------|-----------------------------------|--|-----------------------------------|-----------------------|
| Income | 46,583,083 | 48,733,227 | 4.62 | 48,880,322 | (0.30) |
| Expenditure | 33,991,628 | 35,289,610 | 3.82 | 35,369,861 | (0.23) |
| Surplus/(Deficit) | 12,591,455 | 13,443,617 | - | 13,510,461 | - |
| Surplus/(Deficit) as % of total income | 27.03 | 27.59 | - | 27.64 | - |

2.2.2 WATER

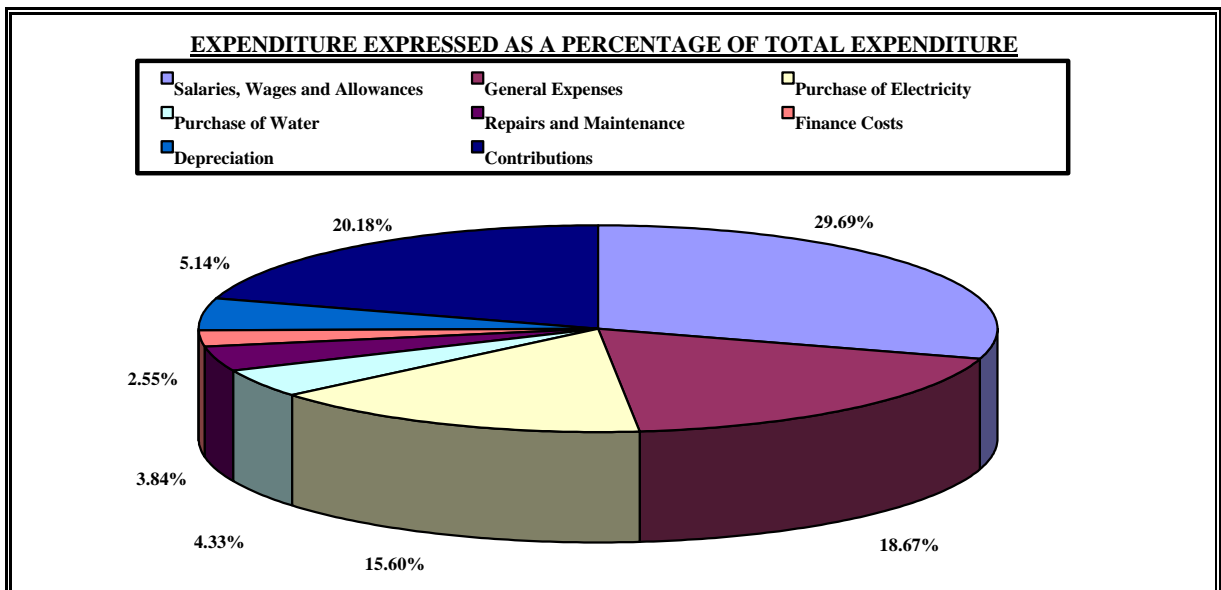
| Income | Actual 2003/2004 R | Actual 2004/2005 R | Variance 2003/2004- 2004/2005 % | Budget 2004/2005 R | Variance % |
|---|-----------------------------------|-----------------------------------|--|-----------------------------------|-----------------------|
| Income | 14,998,616 | 13,475,671 | (10.15) | 14,179,156 | (4.96) |
| Expenditure | 13,769,015 | 14,384,051 | 4.47 | 14,410,580 | (0.18) |
| Surplus/(Deficit) | 1,229,601 | (908,380) | - | (231,424) | - |
| Surplus/(Deficit) as % of total income | 8.20 | (6.74) | - | (1.63) | - |

REPORT OF THE DIRECTOR: FINANCIAL SERVICES (continued)

2.3 GENERAL

Expenditure for 2004/2005, expressed as a percentage of total expenditure compares as follows with the expenditure incurred the previous year.

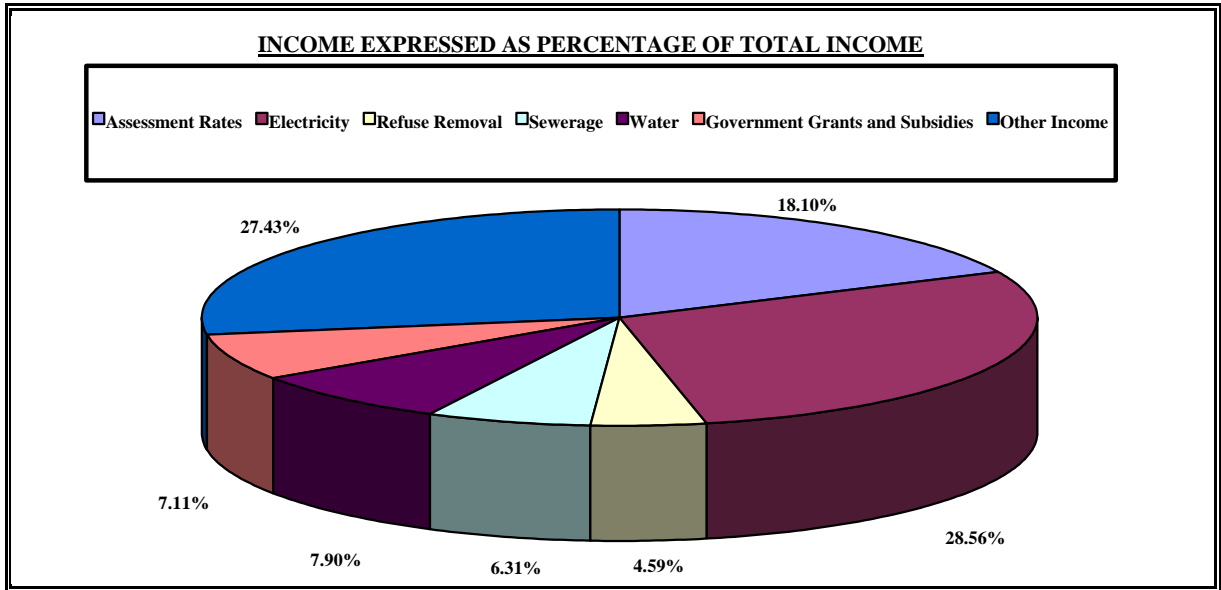
| | Expenditure 2003/2004 R | % of total expenditure | Expenditure 2004/2005 R | % of total expenditure |
|--------------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|
| Salaries, Wages and Allowances | 44,320,769 | 35.28 | 49,753,017 | 29.69 |
| General Expenses | 28,407,314 | 22.61 | 31,297,705 | 18.67 |
| Purchase of Electricity | 25,194,030 | 20.05 | 26,138,948 | 15.60 |
| Purchase of Water | 7,731,769 | 6.15 | 7,262,734 | 4.33 |
| Repairs and Maintenance | 5,801,301 | 4.62 | 6,429,400 | 3.84 |
| Finance Costs | 2,783,583 | 2.22 | 4,274,816 | 2.55 |
| Depreciation | 8,844,344 | 7.04 | 8,614,554 | 5.14 |
| Contributions to fixed assets | - | - | - | - |
| Contributions | 2,553,820 | 2.03 | 33,831,230 | 20.18 |
| Net expenditure | 125,636,930 | 100.00 | 167,602,404 | 100.00 |



Income for 2004/2005 expressed as a percentage of the total income compares as follows with the income of 2003/2004

| | Income 2003/2004 R | % of total Income | Income 2004/2005 R | % of total Income |
|---------------------------------|--------------------------|----------------------------|--------------------------|----------------------------|
| Assessment Rates | 27,174,169 | 19.57 | 30,880,042 | 18.10 |
| Electricity | 46,583,083 | 33.54 | 48,733,227 | 28.56 |
| Refuse Removal | 7,171,717 | 5.16 | 7,827,072 | 4.59 |
| Sewerage | 9,489,305 | 6.83 | 10,768,657 | 6.31 |
| Water | 14,998,616 | 10.80 | 13,475,671 | 7.90 |
| Government Grants and Subsidies | 11,836,616 | 8.52 | 12,124,625 | 7.11 |
| Other Income | 21,616,662 | 15.58 | 46,808,885 | 27.43 |
| Net Income | 138,870,168 | 100.00 | 170,618,179 | 100.00 |

REPORT OF THE DIRECTOR: FINANCIAL SERVICES (continued)



3. CAPITAL EXPENDITURE AND FINANCING

Expenditure incurred during the year under review on fixed assets amounted to R 30,563,170; R 4,865,965 more than the figure for the previous year. The actual expenditure incurred is 35.68 % or R 16,953,025 less than the estimated figure calculated as follows:

| | Actual 2003/2004 R | Actual 2004/2005 R | Budget 2004/2005 R | Variance % |
|-----------------------|--------------------------|--------------------------|--------------------------|---------------|
| Infrastructure | 16,687,047 | 18,737,014 | 33,260,035 | 43.67 |
| Community | 3,042,776 | 3,468,054 | 4,050,000 | 14.37 |
| Heritage | - | - | - | - |
| Land and Buildings | 940,646 | 4,945,774 | 3,495,000 | (41.51) |
| Other | 4,458,801 | 3,412,328 | 6,711,160 | 49.15 |
| Housing | 567,935 | - | - | - |
| Investment properties | - | - | - | - |
| | 25,697,205 | 30,563,170 | 47,516,195 | 35.68 |

Resources utilized to finance fixed assets

| | Actual 2003/2004 R | Actual 2004/2005 R | Budget 2004/2005 R | Variance % |
|--|--------------------------|--------------------------|--------------------------|---------------|
| Asset Financing Fund | - | 20,468,607 | 32,147,030 | 36.33 |
| Government and Provincial Grants and Subsidies | 5,454,853 | 7,336,915 | 15,369,165 | 52.26 |
| External Loans | 20,242,352 | 2,757,648 | - | 100.00 |
| | 25,697,205 | 30,563,170 | 47,516,195 | 35.68 |

A full analysis of Property, Plant and Equipment is furnished in annexures B and C of the Financial Statements.

4. EXTERNAL LOANS, INVESTMENTS AND CASH

Outstanding external loans amounted to R 32,205,286 at 30 June 2005, compared to R 35,208,256 at 30 June 2004 as detailed in annexure A to the Financial Statements. Loans repaid totalled R 3,002,970. The aggregate of amounts invested and available cash totalled R 90,688,297 as set out in Notes 6 and 19 to the Financial Statements.

5. STATUTORY, TRUST AND RESERVE FUNDS

5.1 STATUTORY FUNDS

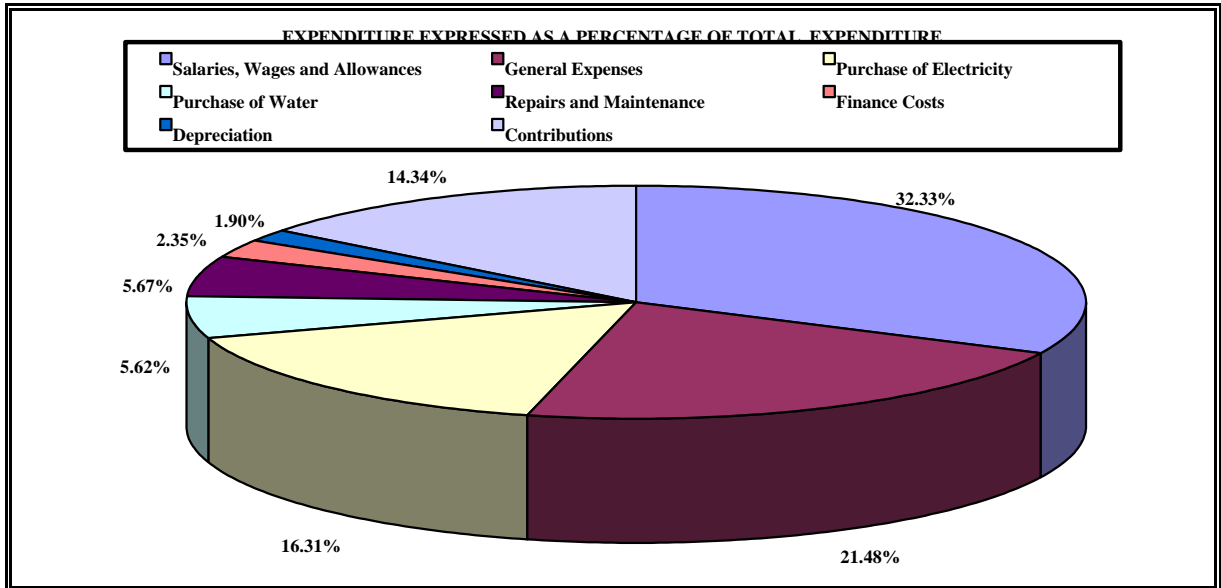
The position of two statutory Funds (Assets Financing Fund and Housing Fund) is set out in Note 1 to the Financial Statement.

REPORT OF THE DIRECTOR: FINANCIAL SERVICES (continued)

6. FINANCIAL FORECAST FOR THE FORTHCOMING YEAR

A summary of the 2005/2006 expenditure budget is as follows:

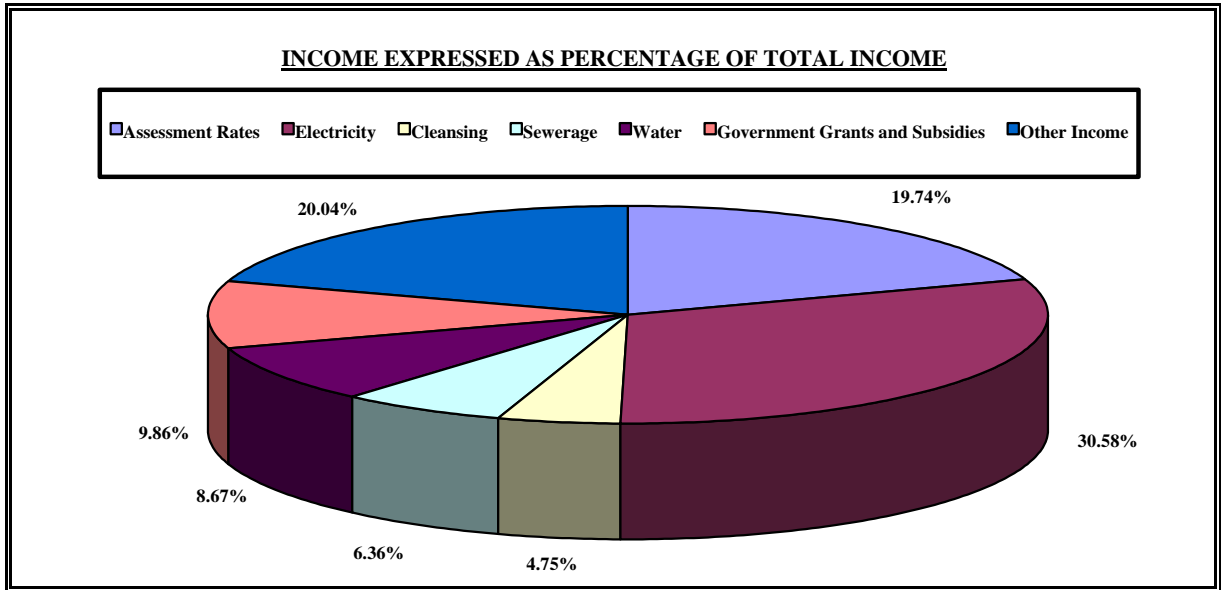
| | Budget 2005/2006 R | % of total budget | Budget 2004/2005 R | % of total budget |
|--------------------------------|-----------------------------------|--------------------------------------|-----------------------------------|--------------------------------------|
| Salaries, Wages and Allowances | 55,938,131 | 32.33 | 52,603,533 | 35.25 |
| General Expenses | 37,167,045 | 21.48 | 36,474,475 | 24.44 |
| Purchase of Electricity | 28,217,260 | 16.31 | 26,042,126 | 17.45 |
| Purchase of Water | 9,724,051 | 5.62 | 7,797,082 | 5.22 |
| Repairs and Maintenance | 9,808,270 | 5.67 | 7,517,517 | 5.04 |
| Finance Costs | 4,062,726 | 2.35 | 4,448,705 | 2.98 |
| Depreciation | 3,295,488 | 1.90 | 10,930,852 | 7.32 |
| Contributions | 24,823,559 | 14.34 | 3,428,362 | 2.30 |
| Net expenditure | 173,036,530 | 100.00 | 149,242,652 | 100.00 |



A summary of the 2005/2006 income budget is as follows:

| | Budget 2005/2006 R | % of total budget | Budget 2004/2005 R | % of total budget |
|---------------------------------|-----------------------------------|--------------------------------------|-----------------------------------|--------------------------------------|
| Assessment Rates | 34,160,836 | 19.74 | 30,395,887 | 18.06 |
| Electricity | 52,909,197 | 30.58 | 48,880,322 | 29.04 |
| Cleansing | 8,213,424 | 4.75 | 7,904,524 | 4.70 |
| Sewerage | 11,007,380 | 6.36 | 10,521,625 | 6.25 |
| Water | 14,997,681 | 8.67 | 14,179,156 | 8.42 |
| Government Grants and Subsidies | 17,063,167 | 9.86 | 12,080,912 | 7.18 |
| Other Income | 34,684,845 | 20.04 | 44,373,812 | 26.35 |
| Net Income | 173,036,530 | 100.00 | 168,336,238 | 100.00 |

REPORT OF THE DIRECTOR: FINANCIAL SERVICES (continued)



A summary of the 2005/2006 capital budget is as follows:

| | Budget 2005/2006 R | % of total budget | Budget 2004/2005 R | % of total budget |
|-----------------------|--------------------------|----------------------------|--------------------------|----------------------------|
| Infrastructure | 27,687,488 | 61.22 | 33,260,035 | 70.00 |
| Community | 2,960,840 | 6.55 | 4,050,000 | 8.52 |
| Heritage | - | - | - | - |
| Land and Buildings | 9,085,000 | 20.09 | 3,495,000 | 7.36 |
| Other | 5,490,000 | 12.14 | 6,711,160 | 14.12 |
| Housing | - | - | - | - |
| Investment properties | - | - | - | - |
| | 45,223,328 | 100.00 | 47,516,195 | 100.00 |

Resources utilized to finance fixed assets

| | Budget 2005/2006 R | % of total budget | Budget 2004/2005 R | % of total budget |
|--|--------------------------|----------------------------|--------------------------|----------------------------|
| Asset Financing Fund | 24,496,577 | 54.17 | 32,147,030 | 67.65 |
| Government and Provincial Grants and Subsidies | 20,526,751 | 45.39 | 15,369,165 | 32.35 |
| Housing Fund | 200,000 | 0.44 | - | - |
| External Loans | - | - | - | - |
| | 45,223,328 | 100.00 | 47,516,195 | 100.00 |

REPORT OF THE DIRECTOR: FINANCIAL SERVICES (continued)**EXPRESSION OF THANKS**

I gladly extend my sincere thanks to the Executive Mayor, the Speaker, Councillors and the Municipal Manager, as well as the Department Heads for their loyal support and co-operation I enjoyed during the year. I also wish to acknowledge the efforts and dedication displayed by the Staff of my Department in fulfilling their daily task and for their contribution to have these Financial Statements compiled.

DIRECTOR: FINANCIAL SERVICES

K C COOPER

B Com AIMFO

MALMESBURY

30 August 2005

MUNICIPAL MANAGER'S REPORT

1. The Macro-structure of the Council is compiled as follows:

Municipal Manager
 Director: Corporate Services
 Director: Financial Services
 Director: Community Services
 Director: Civil Engineering Services
 Director: Protection Services
 Director: Electrical Services

2. Other Structures

2.1 Internal Audit Function

As was the case during the previous financial year, the Municipality's internal audit component still consists of only the official occupying the position since its inception in 2003. In my report for the said financial year, mention was made of the procedure embarked upon by the Council in order to effect compliance with the requirements of section 165 of the Municipal Finance Management Act of 2003. In terms of Government Notice no. 773 dated 1 July 2004 the implementation of the sections 165 and 166 of the said Act has been delayed until 30 June 2006.

The Service Provider, referred to in my previous report, contracted to assist, among others, with the establishment of the required internal audit function, subsequently concluded its task. Whereas the said function was until 31 December 2004 continued to be conducted on an *ad hoc* basis, a short term audit plan jointly compiled by the Service Provider and the Municipality's Internal Auditor, providing for aspects earmarked for early auditing, was followed.

With a view to strengthening of the Municipality's internal audit function in order to render a more comprehensive and effective service, it is envisaged that Council will, in due course, take a decision on either the establishment of its own staff component equipped with the necessary knowledge, skills and experience or, alternatively, the obtaining of specialised services from experts outside the Municipality (co-sourcing) to assist in conducting audits with the emphasis, in particular on potential high risk areas.

2.2 Audit Committee

The Audit Committee comprise of the following external members:

Mr C B de Jager (Chairman)
 Mr J M Becker
 Ms F Allie

An additional external member, mr A B J Dippenaar, was appointed exclusively to complement the Audit Committee to fulfil its responsibility relating to the performance measurements of the Municipality.

The Committee became functional during the course of the financial year. Meetings were held during January and June 2005 respectively and, apart from the Committee members, also attended by the Municipal Manager, Directors of Corporate Services and Financial Services, as well as the Municipality's Internal Auditor.

3. Integrated Development Plan

The Vision, Mission, Slogan and Objectives of the Council are:

Vision:

We build sustainable partnerships with all our people.

Mission:

We ensure social and economic stability and growth through the sustainable delivery of all primary and secondary services to all our interested parties.

Slogan:

We serve all our people.

MUNICIPAL MANAGER'S REPORT (continued)

Objectives:

- a. Safety and Security
- b. Tourism
- c. Infrastructure and Related Services
- d. Social and Community Development
- e. Economic Development
- f. Environment and Heritage
- g. Governance

4. Intern Induction Programme

During the financial year under review the Council employed two recently graduates in the accounting and financial disciplines as interns in accordance with a training programme initiated by the National Treasury. The principle object of the programme is to expose historically disadvantaged persons having obtained the required qualifications to a local government environment. Their internship stretches over a period of one year and allowing for the extension thereof by an additional one year. Financing of the programme is provided by National Treasury.

Since the appointment of the interns their services were mainly employed in respect of controlling measures involving municipal assets and other property, as well as fleet control. Their contracts expire in February and April 2006 respectively.

5. Analysis of projects and financing sources

| Item/Project | Source of Finance | Budget | IDP Number |
|---|--|---------------|-------------------|
| Nightshelter | Asset Financing Fund | 1,000,000 | 4.1.27 |
| Building Municipal Offices | Asset Financing Fund | 1,500,000 | 3.6.22 |
| Ilinge Lethu Centre | Regional Development Fund | 1,300,000 | 4.5.3 |
| Taxi-Terminus Ilinge Lethu and Saamstaan Project | Asset Financing Fund / Government Grants | 856,000 | 3.6.14 |
| Alpha Street Pavements | Government Grants | 1,500,000 | 3.13.15 |
| Town Development: Tafelzicht Phase II | Asset Financing Fund | 2,684,170 | 3.4.7 |
| Town Development: Extension 12 Phase II | Asset Financing Fund | 691,700 | 3.4.8 |
| Sport Development | Asset Financing Fund | 600,000 | 4.6.6 |
| New Vehicle: Clinic | Asset Financing Fund | 120,000 | 7.3.11 |
| Clinics Swartland Area | Asset Financing Fund | 200,000 | 4.4.1 |
| Vehicles: SMPD | Asset Financing Fund | 120,000 | 7.3.39 |
| Swartland: Speedhumps | Asset Financing Fund | 25,000 | 3.14.2 |
| Swartland: Road and Traffic Signs | Asset Financing Fund | 120,000 | 3.14.1 |
| Tourism: Roadsigns | Asset Financing Fund | 150,000 | 2.1.7 |
| Security Building | Asset Financing Fund | 100,000 | 3.6.2 |
| Malmesbury: Upgrading Hugonote Street | Asset Financing Fund | 75,000 | 3.12.49 |
| Swartland: Street name signs | Asset Financing Fund | 75,000 | 3.12.88 |
| Malmesbury Supply services: Barocca Erven | Asset Financing Fund | 100,000 | 5.2.20 |
| Replace Crane Truck | Asset Financing Fund | 570,000 | 7.3.75 |
| Upgrading electric network | Asset Financing Fund | 1,155,000 | 3.5.4 |
| Streetlights Swartland Municipal Area | Asset Financing Fund | 280,000 | 3.11.1 |
| Re-seal streets | Asset Financing Fund | 1,800,000 | 3.12.2 |
| Regravelling | Asset Financing Fund | 270,000 | 3.12.3 |
| Upgrading stormwater | Asset Financing Fund | 500,000 | 3.10.2 |
| Refuse bins | Asset Financing Fund | 150,000 | 3.15.15 |
| Playgrounds | Asset Financing Fund | 240,000 | 4.9.1 |
| Replacement Refuse Truck CK 28783 | Asset Financing Fund | 1,750,000 | 7.3.1 |
| Highlands Tipping-Site Phase II | Asset Financing Fund | 410,000 | 3.15.13 |
| Swartland fencing sewerage dams | Asset Financing Fund | 75,000 | 3.7.18 |
| Vehicles and Equipment | Asset Financing Fund | 650,000 | |
| Computer Equipment | Asset Financing Fund | 350,000 | 3.1.12 |
| Webpage development | Asset Financing Fund | 60,000 | 3.1.12 |
| Wheelchair entrance Municipal Office | Asset Financing Fund | 25,000 | 3.1.23 |
| Security Piet Retief with Voortrekker Road crossing | Asset Financing Fund | 75,000 | 3.14.3 |
| Repair pavement Swartland Area | Asset Financing Fund | 80,000 | 3.13.10 |
| Removable weighbridge | Asset Financing Fund | 30,000 | |
| Community Centre Saamstaan | Asset Financing Fund | 200,000 | |

MUNICIPAL MANAGER'S REPORT (continued)

| Item/Project | Source of Finance | Budget | IDP Number |
|--|--|-------------------|-------------------|
| Pre-paid Water Meters | Asset Financing Fund | 620,000 | |
| Irrigation: Sportgrounds Malmesbury | Asset Financing Fund | 80,000 | 4.6.6 |
| Pre-paid Water Meters: Software | Asset Financing Fund | 50,000 | |
| Sound Recording Equipment and Speakers | Asset Financing Fund | 200,000 | 7.1.43 |
| Riebeek-Wes 15 Erven Phase I and 35 Erven Phase II | Asset Financing Fund | 4,200,000 | 5.2.18-19 |
| Klippiessdal | Asset Financing Fund / Government Grants | 595,000 | 3.2.17 |
| Pholapark | Asset Financing Fund / Government Grants | 500,000 | 3.2.25 |
| Housing Scheme: Riebeek Kasteel 350 Erven | Asset Financing Fund / Government Grants | 2,199,050 | 3.2.18 |
| Housing Scheme Streetlights Riebeek Kasteel | Asset Financing Fund | 90,000 | 3.11.18 |
| Riebeek Kasteel Sewerage Phase V | Asset Financing Fund | 725,000 | 3.9.1 |
| Abbotsdale Sewerage | Asset Financing Fund / Government Grants | 3,075,000 | 3.9.14 |
| Kalbaskraal Sewerage | Asset Financing Fund / Government Grants | 800,000 | 3.9.15 |
| Riverlands/Chatsworth: Water | Regional Development Fund | 750,000 | 3.16.1-2 |
| Sport: Kalbaskraal | Government Grants | 600,000 | 4.8.42 |
| Kalbaskraal Centre | Asset Financing Fund | 50,000 | 4.5.4 |
| Housing Chatsworth: Purchase Land | Regional Development Fund | 100,000 | 3.2.5 |
| Housing Scheme: Kalbaskraal | Asset Financing Fund | 1,737,915 | 3.2.19 |
| Housing Scheme Kalbaskraal (90) Streetlights | Asset Financing Fund | 25,000 | 3.11.19 |
| Kalbaskraal: Railway Crossing | Asset Financing Fund | 200,000 | 3.14.22 |
| Abbotsdale Tar Darling Road | Regional Development Fund | 600,000 | 3.12.18 |
| Bulk services Housing Kalbaskraal | Regional Development Fund | 250,000 | 3.2.19 |
| Kalbaskraal: Purchase of Ground (Housing) | Asset Financing Fund | 200,000 | 3.2.24 |
| Housing Scheme: Darling 400 Erven | Asset Financing Fund | 2,413,200 | 3.2.20 |
| Darling Sewerage Phase II | Regional Development Fund | 1,100,000 | 3.9.8 |
| Housing Scheme: Darling Sewerage | Asset Financing Fund | 450,000 | 3.2.20 |
| Darling East Stormwater/Pavements | Asset Financing Fund | 550,000 | 3.12.48 |
| Sibanye | Asset Financing Fund / Government Grants | 908,000 | 3.2.24-25 |
| Build refuse reloading station Moorreesburg | Asset Financing Fund | 500,000 | 3.15.8 |
| Moorreesburg toilets Taxi stands | Asset Financing Fund | 50,000 | 3.6.30 |
| Moorreesburg: Reseal tennis courts | Asset Financing Fund | 250,000 | 4.6.6 |
| Upgrading swimming pool and facilities | Asset Financing Fund | 250,000 | 4.6.6 |
| Irrigation: Sportgrounds Moorreesburg | Asset Financing Fund | 80,000 | 4.6.6 |
| Replace and Repair Floodlights Moorreesburg | Asset Financing Fund | 300,000 | 4.8.7 |
| Caravan Park Yzerfontein: Ablution Blocks | Asset Financing Fund | 200,000 | 3.6.26 |
| Store Yzerfontein, toilets | Asset Financing Fund | 70,000 | 3.6.3 |
| Yzerfontein Fish Market Phase II | Asset Financing Fund | 2,861,160 | 3.6.46 |
| Total | | 47,516,195 | |

6 Approval and Confirmation of the Financial Statements

The financial statements as set out on pages 12 to 33, has been approved by the Municipal Manager on 30 August 2005 and presented to and approved by Council on 25 October 2005.

7 Appreciation

I wish to express my thanks and appreciation to the Executive Mayor, Speaker and Councillors, as well as the Directors of the respective Departments and their staff for the goodwill extended and their co-operation and assistance afforded to me during the course of the year. It undoubtedly ease my task in meeting my responsibility as chief administrative and accounting officer of the Municipality.

ACTING MUNICIPAL MANAGER

J T STEENKAMP

MALMESBURY

30 AUGUST 2005

SWARTLAND MUNICIPALITY
BALANCE SHEET AS AT 30 JUNE 2005

| | Note | 2005 R | 2004 R |
|---|------|--------------------|--------------------|
| CAPITAL EMPLOYED | | | |
| STATUTORY FUNDS | 1 | 51,823,701 | 42,516,321 |
| NON- DISTRIBUTABLE RESERVES | 2 | 174,872,079 | 134,982,723 |
| DISTRIBUTABLE RESERVES | | 38,013,676 | 28,004,703 |
| Unappropriated Surplus/Accumulated Deficit | 13 | 38,013,676 | 28,004,703 |
| | | 33,808,725 | 36,625,710 |
| LONG-TERM LIABILITIES | 3 | 30,228,269 | 33,351,956 |
| CONSUMER DEPOSITS | 4 | 3,580,456 | 3,273,754 |
| | | 298,518,181 | 242,129,457 |
| EMPLOYMENT OF CAPITAL | | | |
| PROPERTY, PLANT AND EQUIPMENT | 5 | 202,258,181 | 159,897,656 |
| INVESTMENTS | 6 | 78,273,041 | 63,000,000 |
| LONG-TERM DEBTORS | 7 | 4,522,561 | 5,618,483 |
| NET CURRENT ASSETS | | 13,464,398 | 13,613,318 |
| CURRENT ASSETS | | 36,077,327 | 35,379,665 |
| Inventory | 8 | 5,639,410 | 4,145,757 |
| Consumer debtors | 9 | 13,211,875 | 12,814,183 |
| Other debtors | 10 | 4,081,913 | 5,198,897 |
| Short-term portion of long-term debtors | 7 | 728,873 | 713,135 |
| Cash resources | 19 | 12,415,256 | 12,507,693 |
| CURRENT LIABILITIES | | 22,612,929 | 21,766,347 |
| Provisions | 11 | 2,809,670 | 2,875,021 |
| Creditors | 12 | 17,826,242 | 17,035,026 |
| Short-term portion of long-term liabilities | 3 | 1,977,017 | 1,856,300 |
| | | 298,518,181 | 242,129,457 |

SWARTLAND MUNICIPALITY**INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2005**

| | Note | 2005 Actual R | 2005 Budget R | 2004 Actual R |
|--|-----------|---------------------|---------------------|---------------------|
| SURPLUS/(DEFICIT) FROM ORDINARY ACTIVITIES | | | | |
| Rates and General Services | | (9,519,462) | 5,991,292 | (587,818) |
| Electricity Service | | 13,443,617 | 13,510,461 | 12,591,455 |
| Water Service | | (908,380) | (231,424) | 1,229,601 |
| Housing Service | | - | (176,743) | - |
| NET SURPLUS FOR THE YEAR | 13 | 3,015,775 | 19,093,586 | 13,233,238 |
| Extraordinary items | | - | - | - |
| NET SURPLUS BEFORE APPROPRIATIONS | | 3,015,775 | 19,093,586 | 13,233,238 |
| UNAPPROPRIATED SURPLUS AT BEGINNING OF THE YEAR | | 28,004,703 | | 37,690,755 |
| APPROPRIATIONS: | | 6,993,198 | | (22,919,290) |
| Transfer to Asset Financing Fund | | - | | (25,628,342) |
| Transfer from Non- Distributable Reserves | 17 | 6,448,950 | | 7,898,182 |
| Other | 13 | 544,248 | | (5,189,130) |
| UNAPPROPRIATED SURPLUS AT END OF THE YEAR | | 38,013,676 | | 28,004,703 |

SWARTLAND MUNICIPALITY**CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2005**

| | Note | 2005 R | 2004 R |
|---|-------------|----------------------------|----------------------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Cash Generated By Operations | | 40,541,696 | 29,977,402 |
| Interest received | | 5,426,056 | 4,939,972 |
| Interest paid | | (4,274,816) | (2,783,582) |
| NET CASH FROM OPERATING ACTIVITIES | 18 | <u>41,692,936</u> | <u>32,133,792</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Purchase of property, plant and equipment | | (30,563,170) | (25,697,205) |
| Advances to long-term debtors | | (5,834) | (1,505,280) |
| Receipts from long-term debtors | | 1,086,017 | 623,018 |
| (Increase)/Decrease in investments | 6 | (15,273,041) | (28,996,000) |
| NET CASH FROM INVESTING ACTIVITIES | | <u>(44,756,028)</u> | <u>(55,575,467)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Loans repaid | | (3,002,970) | (814,761) |
| New loans raised | | - | 23,000,000 |
| Increase/(Decrease) in consumer deposits | 4 | 306,702 | 252,210 |
| Other capital receipts | 2 | 5,666,923 | 5,835,610 |
| NET CASH FROM FINANCING ACTIVITIES | | <u>2,970,655</u> | <u>28,273,059</u> |
| INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | 19 | (92,437) | 4,831,384 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR | 19 | 12,507,693 | 7,676,309 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR | 19 | <u>12,415,256</u> | <u>12,507,693</u> |

ACCOUNTING POLICIES

1. Basis of Presentation

- 1.1 These financial statements have been prepared so as to conform to Generally Accepted Municipal Accounting Principles (GAMAP), as prescribed and on the historical cost basis.

1.2 Recognition of Income and Expenditure

Measurable income is recognised when it is earned, whilst income which cannot be measured is recognised when collected. Expenditure is recognised when incurred.

2. Investments

- 2.1 In terms of Council's directives, surplus moneys are being invested with authorised local financial institutions in a way that best serves the Municipality's interest. Apart from fixed period investments surplus moneys are also retained in Council's current cheque account. The daily credit balance in the said account earns interest at a rate especially negotiated with the Council's Banker.

3. Inventories

- 3.1 Consumable stores and materials acquired are recorded at cost but issued at average cost.
 3.2 Redundant and slow moving inventories are identified periodically and, if appropriate, sold by public auction.
 3.3 Surprise test checks are periodically conducted of consumable stores on hand and a comprehensive stocktaking is undertaken annually.

4. Retirement Benefits

The Municipality provides retirement benefits for its employees and councillors. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year they become payable. The defined benefit funds, which are administered on a provincial basis (employees) and national basis (councillors), are actually valued triennially on the projected unit credit method basis. Deficits identified are recovered on a proportional basis from all participating local authorities.

5. Revenue Recognition

- 5.1 Assessment rates income is recognised once a rates assessment has been issued to ratepayers. Adjustment or interim rates are recognised once the Municipal Valuator has valued the change to properties. Interest on unpaid rates are levied and recognised once the due date for payment has elapsed and such charges have been incurred.
- 5.2 Revenue derived from sewerage charges and refuse removals are levied monthly and is recognised when levies are raised.
- 5.3 Revenue from the sale of water and electricity on a credit basis, is recognised when either a meter reading has been performed or an estimate of consumption is raised on a provisional basis. The revenue derived from the sale of the said commodities by way of the prepaid system of service delivery, is recognised when the relevant vouchers are purchased.
- 5.4 Revenue in respect of various other services, accruing to the Municipality, which cannot be determined in advance is recognised when receipted.
- 5.5 Amounts received from Government sources and donors that are considered to be of a revenue nature are recognised when receipted. These amounts are reflected in the income statement of the financial year in which they are received. Amounts received from Government sources and donors for the purpose of acquiring items of property, plant and equipment are classified as capital receipts and credited directly to non-distributable reserves.

6. Surpluses and Deficits

All surpluses and deficits realised at the end of the financial year on the Operating and Trading Account are shown in the Appropriation Account. Adjustments relating to previous financial years are effected in the Appropriation Account.

7. Internal Financing of Property, Plant and Equipment

In order to finance the provision of infrastructure and other items of property, plant and equipment, amounts are set aside from unappropriated surpluses and credited to the Asset Financing Fund (AFF). The accumulation in the said Fund must always be represented by cash.

8. Property, Plant and Equipment

- 8.1 Property, which includes investment properties, plant and equipment is stated at cost, less accumulated depreciation.
- 8.2 Major improvements to buildings, plant and equipment are capitalised. Maintenance and repairs are expensed when incurred.
- 8.3 Plant and equipment acquired at a value exceeding R 10,000 is capitalised, whereas items costing less than the said amount are, for control and audit purposes, recorded in inventory lists.
- 8.4 Depreciation on property, plant and equipment is calculated at cost, using the straight line method over the estimated useful lives of the various items. The depreciation rates are based on the following estimated asset lives:

ACCOUNTING POLICIES (continued)

| <u>Buildings</u> | <u>Years</u> | <u>Sewerage</u> | <u>Years</u> | <u>Motor Vehicles</u> | <u>Years</u> |
|----------------------------------|---------------------|-------------------------------------|---------------------|------------------------------------|---------------------|
| Abattoir | 30 | Maturation Ponds | 20 | Ambulances | 7 |
| Ablution Blocks | 30 | Outfall Sewers | 20 | Busses | 15 |
| Ambulance Stations | 30 | Purification Works | 20 | Fire Engines | 20 |
| Bus Terminals | 30 | Sewerage Pumps | 15 | LDV's | 5 |
| Central Stores | 30 | Sewers | 20 | Motor Cycles | 3 |
| Civic Centres | 30 | Sludge Machines | 15 | Motor Vehicles | 5 |
| Clinics | 30 | | | Refuse Compactors | 10 |
| Community Centres | 30 | <u>Cleaning / Sanitation</u> | | Trucks (Flat Beds) | 10 |
| Community Halls | 30 | Bulk Containers | 10 | Trucks (Flat Tankers) | 10 |
| Crematorium | 30 | Incinerators | 20 | Trucks (Tippers) | 10 |
| Fire Stations | 30 | Pulverisation Plant | 15 | | |
| Flats | 30 | Street Bins | 5 | <u>Plant and Equipment</u> | |
| Historical Buildings | 30 | Tip Sites | 20 | Bench Vices | 5 |
| Hospitals | 30 | Transfer Stations | 20 | Bulldozers | 10 |
| Hostels | 30 | | | Bushcutters | 5 |
| Houses | 30 | <u>Roads / Streets</u> | | Cable Cars | 5 |
| Libraries | 30 | Arterial Roads | 20 | Chip Spreaders | 10 |
| Market Halls/Shelters | 30 | Bus Shelters | 15 | Compactors | 5 |
| Mortuaries | 30 | Culverts | 15 | Compressors | 5 |
| Museums | 30 | Cycle Lanes | 15 | Concrete Mixers | 5 |
| Nursery Buildings | 30 | Motorways | 15 | Dog Kennels | 15 |
| Office Buildings | 30 | Botanical Gardens | 30 | Drill Pressers | 5 |
| Other Buildings | 30 | Bridges | 15 | Excavators | 10 |
| Parking Garages | 30 | Floodlights | 20 | Fire Hoses | 5 |
| Power Stations | 30 | Fountains/Ponds | 20 | Firearms | 5 |
| Pump Stations | 30 | Gardens | 30 | Graders | 10 |
| Recreation Centres | 30 | Irrigation Systems | 15 | Laboratory Equipment | 5 |
| Sport Centres | 30 | Landscaping | 30 | Lathers | 5 |
| Sport Stadiums | 30 | Nurseries | 30 | Launching Ramps | 30 |
| Store Rooms | 30 | Other Roads | 10 | Lawnmowers | 3 |
| Sub Stations | 30 | Overhead Bridges | 30 | Loaders | 10 |
| Toilets | 30 | Parking Areas | 20 | Mechanical Horses | 10 |
| Town Halls | 30 | Parking Meters | 15 | Mechanical Street Brooms | 10 |
| Workshops | 30 | Pavements | 10 | Memorial Walls | 30 |
| | | Pedestrian Footways | 20 | Memorials | 30 |
| <u>Land</u> | | Pedestrian Malls | 20 | Milling Machines | 5 |
| Commonage | 30 | Street Lighting | 20 | | |
| Developed Land | 30 | Street Signs | 10 | <u>Miscellaneous Assets</u> | |
| Undeveloped Land | 30 | Stormwater Drains | 20 | Portable Generators | 5 |
| | | Subways | 20 | Radio Equipment | 5 |
| <u>Electricity Supply</u> | | Taxi Ranks | 15 | Retaining Walls | 20 |
| Cooling Towers | 30 | Traffic Islands | 10 | Road Rollers | 10 |
| Generators | 15 | Traffic Lights | 20 | Roadworthy Testing Stations | 30 |
| High Voltage Lines/Cables | 20 | | | Scarifiers | 5 |
| Load Control Equipment | 20 | <u>Recreation Facilities</u> | | Statues | 30 |
| Low Voltage Lines/Cables | 20 | Play Parks | 20 | Tar Spreaders | 10 |
| Meters | 20 | | | Tractors | 10 |
| Power Station Machinery | 15 | <u>Security Measures</u> | | Trailers | 7 |
| Reticulation | 20 | Access Control | 5 | Welding Plants | 5 |
| Service Connections | 20 | Fencing | 3 | Work Benches | 10 |
| Steam/Gas Turbines | 15 | Security Systems | 5 | Work of Art | 30 |
| Switchgear | 20 | | | | |
| Transformers | 15 | <u>Office Equipment</u> | | | |
| | | Air Conditioners | 5 | | |
| <u>Water Supply</u> | | Computer | 5 | | |
| Bore Holes | 20 | Computer Software | 5 | | |
| Dams | 20 | Hardware | 5 | | |
| Meters | 15 | Office Furniture | 5 | | |
| Pumping Equipment/Plant | 15 | Office Machines | 5 | | |
| Purifying Equipment/Plant | 15 | Racks | 10 | | |
| Reservoirs | 20 | TV Recorders | 5 | | |
| Reticulation | 20 | TV Sets | 5 | | |
| Service Connections | 20 | | | | |
| Water Mains | 20 | | | | |

NOTES TO THE FINANCIAL STATEMENTS

| | 2005 R | 2004 R |
|------------------------------|-------------------|-------------------|
| 1. STATUTORY FUNDS | | |
| Asset Financing | 42,800,369 | 33,000,000 |
| Housing | 9,023,332 | 9,516,321 |
| Total statutory funds | 51,823,701 | 42,516,321 |

Movements in funds are reconciled as follows:

Asset Financing Fund

| | | |
|--|-------------------|-------------------|
| Balance at beginning of year | 33,000,000 | 8,000,000 |
| Contributions received: Income | 30,068,607 | 25,502,731 |
| Other Income | 200,369 | 125,611 |
| Cash utilised to finance property, plant and equipment | (20,468,607) | - |
| Other Expenditure | - | (628,342) |
| Balance at end of year | 42,800,369 | 33,000,000 |

The purpose of the Asset Financing Fund is to set aside cash to finance fixed asset additions from internal sources. The contribution to the Asset Financing Fund is based on the Integrated Development Plan financing requirements. When cash is used to finance property, plant and equipment, a corresponding amount is transferred to a non-distributable reserve. (See note 2). Unutilised cash is invested as set out in note 6.

Housing Fund

| | | |
|---|------------------|------------------|
| Balance at the beginning of the year | 9,516,321 | 4,984,618 |
| Contributions received: Income | 209,707 | 196,282 |
| Other Income | - | 1,101 |
| Expenditure | (197,442) | (87,325) |
| Redemption of Loans | (505,254) | (1,951,542) |
| Transfer from income statement | - | 6,373,187 |
| Balance at the end of the year | 9,023,332 | 9,516,321 |

The Housing Development Fund is represented by the following:

| | | |
|---------------------------|------------------|----------|
| Housing loans | 3,916,390 | - |
| Debtors | 396,056 | - |
| Cash and cash equivalents | 4,710,886 | - |
| | 9,023,332 | - |

The Housing Fund was established in terms of the provisions of the Housing Act number 107 of 1997 to provide for the facilitation of a sustainable housing development process. The capital in the Fund can only be utilised to recover outstanding rentals, maintenance to housing stock and housing development projects approved by the MEC. Unutilised cash is invested as set out in note 6.

2. NON-DISTRIBUTABLE RESERVES

| | | |
|---|--------------------|--------------------|
| Capital Receipts | 37,659,106 | 31,675,831 |
| - Used to finance property, plant and equipment | 35,717,639 | 28,085,482 |
| - Unutilised | 1,941,467 | 3,590,349 |
| Transfers from Asset Financing Fund used to finance property, plant and equipment | 137,212,973 | 103,306,892 |
| Total non-distributable reserves | 174,872,079 | 134,982,723 |

Movements can be reconciled as follows:

Unutilised Capital Receipts

| | | |
|--|------------------|------------------|
| Balance at beginning of year | 3,590,349 | 2,334,501 |
| Current year receipts | 5,666,923 | 5,835,610 |
| Used to finance current year additions | (7,336,915) | (5,454,853) |
| Other Expenditure | - | - |
| Transfer from/ (to) income statement | 21,110 | 875,091 |
| Balance at end of year | 1,941,467 | 3,590,349 |

These capital receipts represents government grants, subsidies and contributions from the public and can only be used for the purpose of acquiring specified property, plant and equipment. These amounts are invested until utilised for the purpose intended as set out in note 6.

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | 2005 R | 2004 R |
|--|-------------------|-------------------|
| <u>Capital Receipts (used to finance property, plant and equipment)</u> | | |
| Balance at beginning of year | 28,085,482 | 19,603,845 |
| Used to finance current year additions | 7,336,915 | 5,454,853 |
| Transfer to accumulated depreciation - fixed asset written off | - | (43,420) |
| Transfer to income statement - fixed asset disposals | - | - |
| Transfer to income statement to offset depreciation charge | (2,263,359) | (2,423,610) |
| Adjustments | 2,558,601 | 5,493,814 |
| Balance at end of year | 35,717,639 | 28,085,482 |

These amounts represent property, plant and equipment financed by government grants, subsidies and contributions from the public. The intention of the benefactor of these amounts is to subsidise the cost of acquiring property, plant and equipment. Accordingly, these amounts are released to the income statement over the estimated useful lives of the property, plant and equipment so financed to offset the relevant depreciation charge. The balance of the reserve is transferred to the income statement when the fixed asset so financed is disposed.

Transfers from Asset Financing Fund

| | | |
|--|--------------------|--------------------|
| Balance at beginning of year | 103,306,892 | 38,576,059 |
| Used to finance current year additions | 20,468,607 | - |
| Transfer to accumulated depreciation - fixed asset written off | (36,381) | (82,191) |
| Transfer to income statement - fixed asset disposals | - | - |
| Transfer to income statement to offset depreciation charge | (4,185,591) | (5,474,572) |
| Adjustments | 17,659,446 | 70,287,596 |
| Balance at end of year | 137,212,973 | 103,306,892 |

These amounts represent property, plant and equipment financed by the AFF. These amounts are released to the income statement over the estimated useful lives of the property, plant and equipment financed from this source to offset the depreciation charge.

3. LONG TERM LIABILITIES

| | | |
|---|--------------------|--------------------|
| Annuity Loans | 32,205,286 | 35,208,256 |
| Sub-total | 32,205,286 | 35,208,256 |
| Less : Short-term portion transferred to current liabilities | (1,977,017) | (1,856,300) |
| Annuity Loans | (1,977,017) | (1,856,300) |
| Total External Loans | 30,228,269 | 33,351,956 |

Refer to Appendix A for more detail on long-term liabilities.

4. CONSUMER DEPOSITS

| | | |
|---|------------------|------------------|
| Electricity and Water | 3,580,456 | 3,273,754 |
| Accrued Interest | - | - |
| Total Electricity and Water | 3,580,456 | 3,273,754 |
| Guarantees in lieu of Electricity and Water Deposits | 589,943 | 482,143 |

5. PROPERTY, PLANT AND EQUIPMENT

| | <u>Cost</u> | <u>Accumulated Depreciation</u> | <u>Net Book Value</u> |
|---|----------------------|-------------------------------------|---------------------------|
| 30th June 2005 | | | |
| <u>OWNED PROPERTY, PLANT AND EQUIPMENT</u> | | | |
| Infrastructure | 831,556,890 | 743,612,064 | 87,944,826 |
| Community | 13,168,899 | 3,769,111 | 9,399,788 |
| Heritage | 30,140 | 6,029 | 24,111 |
| Other | 166,628,255 | 62,699,744 | 103,928,511 |
| Housing | 2,223,263 | 1,262,318 | 960,945 |
| Investment properties | - | - | - |
| Totals | 1,013,607,447 | 811,349,266 | 202,258,181 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | | 2005 R | 2004 R |
|---|--------------------|-------------------------------------|---------------------------|
| | <u>Cost</u> | <u>Accumulated Depreciation</u> | <u>Net Book Value</u> |
| 30th June 2004 | | | |
| <i>OWNED PROPERTY, PLANT AND EQUIPMENT</i> | | | |
| Infrastructure | 114,279,884 | 43,649,580 | 70,630,304 |
| Community | 10,057,744 | 5,300,661 | 4,757,083 |
| Heritage | 30,140 | 10,046 | 20,094 |
| Other | 145,211,971 | 61,540,910 | 83,671,061 |
| Housing | 2,223,263 | 1,404,149 | 819,114 |
| Investment properties | - | - | - |
| Totals | 271,803,002 | 111,905,346 | 159,897,656 |

On a directive by the Auditor- General, municipal land and buildings and infrastructure assets, previously omitted as assets in the Municipality's books of account, a value of R 728 742 755 placed on such assets, was capitalised during the year under review. As a result accumulated depreciation increased by R 712 797 152.

Refer to Appendix B and C for more detail on property, plant and equipment.

6. INVESTMENTS

Unlisted

| | | |
|----------------|-------------------|-------------------|
| Fixed Deposits | 78,000,000 | 63,000,000 |
| Other Deposits | 273,041 | - |
| Total | 78,273,041 | 63,000,000 |

Council's valuation of unlisted investments

| | | |
|----------------|-------------------|-------------------|
| Fixed Deposits | 78,000,000 | 63,000,000 |
| Other Deposits | 273,041 | - |
| | 78,273,041 | 63,000,000 |

Allocation of external investments

In terms of legislation, surplus cash is invested until used for specific purposes. Investments are allocated on the following basis:-

| | | |
|--|-------------------|-------------------|
| Asset Financing Fund | 42,800,369 | 33,000,000 |
| Housing | 4,710,886 | 5,094,677 |
| Repayment of Fixed Period External Loans | 1,977,017 | 5,030,564 |
| Unutilised Capital Receipts | 1,941,467 | 3,590,349 |
| Operating Accounts | 26,843,302 | 16,284,410 |
| Total | 78,273,041 | 63,000,000 |

7. LONG TERM DEBTORS

| | | |
|-------------------------------|------------------|------------------|
| Loans to Sport Clubs | 58,939 | 76,715 |
| Motor Vehicle Loans | 1,276,105 | 1,833,259 |
| Housing selling scheme loans | 3,171,192 | 3,632,591 |
| Loans to Public Organizations | 745,198 | 789,053 |
| | 5,251,434 | 6,331,618 |

Less : Short-term portion transferred to current assets

| | | |
|-------------------------------|------------------|------------------|
| | 728,873 | 713,135 |
| Loans to Sport Clubs | 19,454 | 17,776 |
| Motor Vehicle Loans | 316,372 | 327,020 |
| Housing Selling Scheme Loans | 348,730 | 324,484 |
| Loans to Public Organizations | 44,317 | 43,855 |
| Total | 4,522,561 | 5,618,483 |

Loans to Sport Clubs

Loans were granted to enable sport clubs to finance specific improvements, relevant to their activities, on land rent from the Municipality. In accordance with conditions attached to such loans the improvements thus erected revert to the Municipality at the expiration of the term of the lease. Loans are repaid over periods varying from ten to twenty years and at interest rates varying from eight to ten percent per annum.

Motor Vehicle Loans

Loans are granted to qualifying senior staff members to enable them to acquire a motor vehicle. The vehicle must be made available daily by the staff member for his use in the carrying out of his official duties. The repayment period of these loans and the applicable interest rate is a maximum of six years and eight percent per annum, respectively.

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | 2005 R | 2004 R |
|---|-------------------|-------------------|
| <i>Housing selling scheme loans</i> | | |
| Loans were granted to the tenants of low cost housing erected by the Municipality with funds provided by the State, in order to enable them to purchase the houses they previously rent from the Municipality. Loans are repaid over a period of twenty years and at an interest rate of 13.5 percent per annum. The instalments of interest and redemption recoverable from the purchasers are credited to the Housing Fund. (See note 1) | | |
| <i>Loans to Public Organizations</i> | | |
| Under the previous dispensation loans raised at an interest rate of one percent per annum repayable over a period of forty years, were granted by the State to the Municipality who in turn, made the said loans available to Public Organizations for the purpose of providing housing to indigent old age persons. The Municipality merely acted as an intermediary between the State and such Organizations. The outstanding balances of these loans were subsequently written off by the State whilst the annual instalment, still recoverable from the various Organizations, are credited to the Housing Fund. (See note 1) | | |
| 8. INVENTORY | | |
| Consumable stores | 1,185,187 | 903,499 |
| Stationery | 192,740 | 233,279 |
| Unsold properties | 4,222,862 | 2,949,148 |
| Water | 38,621 | 59,831 |
| Total | 5,639,410 | 4,145,757 |
| 9. CONSUMER DEBTORS | | |
| Service debtors | 15,526,459 | 16,472,396 |
| Electricity | 4,719,920 | 4,725,182 |
| Water | 1,962,042 | 3,024,750 |
| Refuse | 1,772,948 | 1,817,233 |
| Sewerage | 2,313,528 | 2,740,534 |
| Rates | 4,758,021 | 4,164,697 |
| Housing rentals | 396,056 | 548,074 |
| Less : Provision for bad debts | (2,710,640) | (4,206,287) |
| Total | 13,211,875 | 12,814,183 |
| The ageing of debtors are as follows:- | | |
| <u>Services (Electricity, Water, Refuse and Sewerage): Ageing</u> | | |
| Current (0 - 30 days) | 5,764,137 | 5,703,906 |
| 31 - 60 Days | 1,169,784 | 1,779,888 |
| 61 - 90 Days | 718,056 | 624,417 |
| 91 - 120 Days | 272,843 | 206,999 |
| 121 - 150 Days | 356,639 | 3,992,489 |
| 151 - 180 Days | 278,979 | - |
| 181 - 365 Days | 696,173 | - |
| 366 Days - 2 Years | 558,551 | - |
| 2 - 3 Years | 438,266 | - |
| + 3 Years | 515,010 | - |
| Total | 10,768,438 | 12,307,699 |
| <u>Rates: Ageing</u> | | |
| Current (0 - 30 days) | 1,867,949 | 1,523,147 |
| 31 - 60 Days | 450,150 | 349,812 |
| 61 - 90 Days | 236,911 | 246,379 |
| 91 - 120 Days | 156,116 | 108,725 |
| 121 - 150 Days | 177,685 | 1,936,634 |
| 151 - 180 Days | 145,935 | - |
| 181 - 365 Days | 751,406 | - |
| 366 Days - 2 Years | 495,383 | - |
| 2 - 3 Years | 219,188 | - |
| + 3 Years | 257,298 | - |
| Total | 4,758,021 | 4,164,697 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | 2005 R | 2004 R |
|---------------------------------------|----------------|----------------|
| <u>Housing rentals: Ageing</u> | | |
| Current (0 - 30 days) | 58,314 | 60,818 |
| 31 - 60 Days | 22,886 | 26,024 |
| 61 - 90 Days | 7,217 | 17,813 |
| 91 - 120 Days | 5,983 | 30,794 |
| 121 - 150 Days | 8,668 | 412,625 |
| 151 - 180 Days | 13,638 | - |
| 181 - 365 Days | 65,479 | - |
| 366 Days - 2 Years | 91,614 | - |
| 2 - 3 Years | 79,187 | - |
| + 3 Years | 43,070 | - |
| Total | 396,056 | 548,074 |

Bad Debt Provision

Movements are reconciled as follows:-

| | | |
|-------------------------------------|------------------|------------------|
| Balance at beginning of year | 4,206,287 | 2,211,604 |
| Contributions | 2,480,541 | 2,013,074 |
| Appropriated | (3,976,188) | (18,391) |
| Closing balance | 2,710,640 | 4,206,287 |

Provision is being made to accommodate debts which may become irrecoverable in future, thereby necessitating the write off thereof. Contributions are determined annually at the discretion of the Manager: Financial Services.

10. OTHER DEBTORS

| | | |
|-----------------------|------------------|------------------|
| Sundry Debtors | 3,226,665 | 4,354,863 |
| Miscellaneous Debtors | 855,248 | 844,034 |
| Total | 4,081,913 | 5,198,897 |

11. PROVISIONS

| | | |
|------------------------------|------------------|------------------|
| Staff leave pay | 1,963,779 | 2,029,130 |
| Retrospective billing: Escom | 845,891 | 845,891 |
| | 2,809,670 | 2,875,021 |

Movements are reconciled as follows:-

| | | |
|-------------------------------------|------------------|------------------|
| Balance at beginning of year | 2,875,021 | 2,480,342 |
| Contributions | 1,072,373 | 1,190,354 |
| Appropriated | (1,137,724) | (795,675) |
| Closing balance | 2,809,670 | 2,875,021 |

Staff leave pay

The purpose of this provision is to provide for the monetary value of the vacation leave standing to the credit of the Municipality's employees. The provision is calculated by multiplying the number of leave days, standing to the credit of the employees of the Municipality at 30 June of the year under review, with the daily rate of pay to which they are entitled at that date, divided by 365.

Retrospective billing: Escom

Faulty meter readings recorded by Escom at its supply station serving the Moortreesburg area over a period of approximately 12 months resulted in the under- billing of electricity supplied to the Municipality. Council is presently negotiating with Escom regarding the settlement of the said debt.

12. CREDITORS

| | | |
|-----------------|-------------------|-------------------|
| Trade creditors | 11,449,759 | 12,692,592 |
| Other creditors | 6,376,483 | 4,342,434 |
| Total | 17,826,242 | 17,035,026 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | 2005 R | 2004 R |
|--|-------------------------|-------------------------|
| 13. NET SURPLUS/(DEFICIT) FOR THE YEAR | | |
| <i>Appropriation Account</i> | | |
| Accumulated surplus at the beginning of the year | 28,004,703 | 37,690,755 |
| Operating surplus/(deficit) for the year | 3,015,775 | 13,233,238 |
| Contribution to Asset Financing Fund | - | (25,502,731) |
| Transfer from Non- Distributable Reserves | 6,448,950 | 7,898,182 |
| Transfer to Housing Fund | - | (6,373,187) |
| Transfer to Capital Receipts | (121,252) | (875,091) |
| Transfer from Capital Receipts | 100,142 | - |
| Transfer from External Financing Fund | 230,242 | 3,055,819 |
| Transfer to Asset Financing Fund | (200,369) | (125,611) |
| Net appropriations for the year | 535,485 | (996,671) |
| | 38,013,676 | 28,004,703 |
| The following has been taken into account in determining the net surplus/ (deficit) for the year:- | | |
| <u>Profit/(loss) on the disposal of property, plant and equipment</u> | <u>200,369</u> | <u>427,339</u> |
| <u>Depreciation</u> | | |
| <i>: Owned property, plant and equipment</i> | | |
| Infrastructure | 5,453,177 | 5,578,326 |
| Community | 415,260 | 404,081 |
| Heritage | 1,005 | 2,010 |
| Other | 2,677,623 | 2,762,499 |
| Housing | 67,489 | 97,428 |
| Total Depreciation | <u>8,614,554</u> | <u>8,844,344</u> |
| <u>Operating lease charges</u> | <u>810,934</u> | <u>752,065</u> |
| <u>Interest paid</u> | | |
| External loans | 4,274,816 | 2,783,582 |
| Bank overdrafts | - | - |
| Total Interest Paid | <u>4,274,816</u> | <u>2,783,582</u> |
| <u>Councillor's Remuneration</u> | | |
| Mayor's allowance | 169,675 | 160,070 |
| Deputy Mayor's allowance | 135,740 | 128,056 |
| Speaker's allowance | 135,740 | 128,056 |
| Executive Committee allowances | 254,512 | 240,104 |
| Councillor's allowances | 536,554 | 499,609 |
| Councillor's pension contribution | 354,505 | 173,879 |
| Councillor's medical aid contribution | 59,107 | 48,074 |
| Councillor's travelling allowances | 308,035 | 294,534 |
| Councillor's telephone allowances | 28,700 | 145,385 |
| Councillor's facility allowances | 52,333 | 52,617 |
| Housing subsidy | 180,710 | 170,580 |
| Total Councillor's Remuneration | <u>2,215,611</u> | <u>2,040,964</u> |
| <u>Remuneration of the Municipal Manager</u> | | |
| Annual Remuneration | 454,525 | 395,192 |
| Performance Bonuses | 65,120 | - |
| Car Allowance | 72,465 | 60,493 |
| 13 th Cheque | 8,136 | 45,265 |
| Leave pay | 241,338 | - |
| Other | - | - |
| Council's Contributions (Pension, Medical Aid, Group Insurance, etc.) | 93,983 | 104,234 |
| Total Municipal Managers Remuneration | <u>935,567</u> | <u>605,184</u> |

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | 2005 R | 2004 R |
|--|------------------|------------------|
| <u>Remuneration of the Chief Finance Officer</u> | | |
| Annual Remuneration | 223,274 | 196,759 |
| Performance Bonuses | - | - |
| Car Allowance | 122,982 | 122,088 |
| 13 th Cheque | 33,782 | 31,323 |
| Leave pay | 13,900 | 19,260 |
| Other | 180 | - |
| Council's Contributions (Pension, Medical Aid, Group Insurance, etc.) | 75,770 | 68,477 |
| Total Chief Financial Officer's Remuneration | 469,888 | 437,907 |
| <u>Remuneration of the Director: Corporate Services</u> | | |
| Annual Remuneration | 215,266 | 190,515 |
| Performance Bonuses | - | - |
| Car Allowance | 108,400 | 109,439 |
| 13 th Cheque | 31,369 | 29,085 |
| Leave pay | - | - |
| Other | 1,380 | - |
| Council's Contributions (Pension, Medical Aid, Group Insurance, etc.) | 69,703 | 67,147 |
| Total Director: Corporate Services Remuneration | 426,118 | 396,186 |
| <u>Remuneration of the Director: Civil Services</u> | | |
| Annual Remuneration | 218,505 | 193,760 |
| Performance Bonuses | - | - |
| Car Allowance | 100,250 | 100,313 |
| 13 th Cheque | 31,369 | 29,085 |
| Leave pay | - | - |
| Other | 180 | - |
| Council's Contributions (Pension, Medical Aid, Group Insurance, etc.) | 69,117 | 74,343 |
| Total Director: Civil Services Remuneration | 419,421 | 397,501 |
| <u>Remuneration of the Director: Electricity Services</u> | | |
| Annual Remuneration | 219,281 | 194,537 |
| Performance Bonuses | - | - |
| Car Allowance | 99,473 | 100,566 |
| 13 th Cheque | 31,369 | 29,085 |
| Leave pay | 12,773 | 10,605 |
| Other | 180 | - |
| Council's Contributions (Pension, Medical Aid, Group Insurance, etc.) | 71,226 | 68,819 |
| Total Director: Electricity Services Remuneration | 434,302 | 403,612 |
| <u>Remuneration of the Director: Community and Housing Services</u> | | |
| Annual Remuneration | 215,268 | 190,517 |
| Performance Bonuses | - | - |
| Car Allowance | 106,772 | 105,589 |
| 13 th Cheque | 31,369 | 29,085 |
| Leave pay | - | - |
| Other | 1,380 | - |
| Council's Contributions (Pension, Medical Aid, Group Insurance, etc.) | 70,163 | 76,210 |
| Total Director: Community and Housing Services Remuneration | 424,952 | 401,401 |
| <u>Remuneration of the Director: Protection Services</u> | | |
| Annual Remuneration | 202,427 | 178,171 |
| Performance Bonuses | - | - |
| Car Allowance | 126,050 | 121,197 |
| 13 th Cheque | 31,369 | 29,085 |
| Leave pay | 25,722 | 11,915 |
| Other | 1,980 | - |
| Council's Contributions (Pension, Medical Aid, Group Insurance, etc.) | 66,765 | 70,151 |
| Total Director: Protection Services Remuneration | 454,313 | 410,519 |
| <u>Investment Income</u> | | |
| Interest received: External Investments | 4,756,490 | 3,894,819 |
| Interest received: Current Accounts | 669,566 | 1,045,153 |
| Total Investment Income | 5,426,056 | 4,939,972 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | 2005 R | 2004 R |
|--|------------------|------------------|
| <u>Contribution to Provisions</u> | | |
| Bad Debts | 2,480,541 | 2,013,074 |
| Staff leave | 1,072,373 | 344,463 |
| Retrospective billing: Escom | - | 845,891 |
| Total Contribution to Provisions | 3,552,914 | 3,203,428 |

Auditor's Remuneration

| | | |
|-------------------------------------|----------------|----------------|
| Fees for audit | 464,143 | 397,880 |
| Total Auditor's Remuneration | 464,143 | 397,880 |

| | Balance at 01/07/2004 | Received | Expended | Balance at 30/06/2005 |
|--|--------------------------|------------------|------------------|--------------------------|
| <u>Unspent Conditional Grants</u> | | | | |
| <u>Central Government Grants</u> | | | | |
| Equitable Share | 476,389 | 6,611,250 | 6,799,755 | 287,884 |
| Financial Management Grant | 853,267 | 500,000 | 716,876 | 636,391 |
| Local Government Transition Fund | | | | |
| By- Laws and Administrative Policies | 68,021 | - | 10,078 | 57,943 |
| Human Resources | 64,949 | - | 53,475 | 11,474 |
| IDP | 202,773 | - | 103,800 | 98,973 |
| Uniform Scheme Regulations | 157,294 | - | 61,866 | 95,428 |
| Total Central Government Grants | 1,822,693 | 7,111,250 | 7,745,850 | 1,188,093 |

Provincial Government Grants

| | | | | |
|---|------------------|----------------|----------------|------------------|
| Abbotsdale Housing Project | 115,923 | - | 908 | 115,015 |
| Alfa Street Paving: Training | 47,887 | - | 47,887 | - |
| Cleaning Projects Swartland | 118,223 | 207,500 | 178,741 | 146,982 |
| Health | - | - | - | - |
| Ilinge Lethu Housing Project | 20,840 | - | 2,177 | 18,663 |
| Kalbaskraal Housing Project | 130,545 | - | - | 130,545 |
| Koringberg Sport Development | 31,973 | - | - | 31,973 |
| LED | - | - | - | - |
| Malmesbury Saamstaan Housing Project | 50,427 | - | - | 50,427 |
| Proclaimed Roads | - | - | - | - |
| Regional Development | 181,849 | - | - | 181,849 |
| Riebeek Kasteel Extension 3 Housing Project | 96,144 | - | 950 | 95,194 |
| Riebeek Wes Koinonia Housing Project | 210,508 | - | 6,788 | 203,720 |
| Riverlands/Chatsworth Sport | 250,000 | - | - | 250,000 |
| ROR | - | - | - | - |
| Total Provincial Government Grants | 1,254,319 | 207,500 | 237,451 | 1,224,368 |

Other Grants

| | | | | |
|---|------------------|------------------|------------------|------------------|
| Electricity Master Plan | - | 50,000 | 50,000 | - |
| Goue Aar Reparation | 8,062 | 2,005 | 6,362 | 3,705 |
| ID Hospital Amenities | 23,409 | - | - | 23,409 |
| Investigation Potable Water | - | 61,309 | - | 61,309 |
| Tourism | - | 45,000 | - | 45,000 |
| Soup Kitchen | 83,200 | - | 64,745 | 18,455 |
| Swartland Youth Art School | - | 143,600 | - | 143,600 |
| Vrolike Vinkies Reparation | 44,704 | 1,431 | - | 46,135 |
| Water and Sanitation Inspection | - | 41,658 | 41,658 | - |
| Total Other Grants | 159,375 | 345,003 | 162,765 | 341,613 |
| Grand Total Unspent Conditional Grants | 3,236,387 | 7,663,753 | 8,146,066 | 2,754,074 |

14. REVENUE

| | | |
|---------------------------------|--------------------|--------------------|
| Assessment Rates | 30,880,042 | 27,174,169 |
| Service charges | 77,787,178 | 75,849,210 |
| Fines | 2,715,962 | 3,816,134 |
| Government Grants and Subsidies | 12,128,062 | 11,836,616 |
| Interest | 6,759,400 | 6,280,431 |
| Rental Income | 353,123 | 394,507 |
| Licences and Permits | 2,940,935 | |
| Other Income | 37,053,477 | 13,519,101 |
| Total | 170,618,179 | 138,870,168 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | 2005 R | 2004 R |
|---|----------------------|----------------------|
| 15. ASSESSMENT RATES | | |
| <u>Actual</u> | | |
| 2004/2005 | 30,880,042 | 27,174,169 |
| Total | 30,880,042 | 27,174,169 |
| <u>Valuations</u> | <u>July 2005</u> | <u>July 2004</u> |
| 2003/2004 | 4,060,552,160 | 3,994,501,850 |
| Total | 4,060,552,160 | 3,994,501,850 |
| Valuations are performed every four years. Interim valuations are processed on a yearly basis to take into account changes in individual property values due to alterations and subdivisions. (See appendix F item 5) | | |
| 16. TRANSFERS TO ASSET FINANCING FUND | | |
| Contribution | 30,068,607 | 25,502,731 |
| Profit on disposal of property, plant and equipment | 200,369 | 125,611 |
| Total | 30,268,976 | 25,628,342 |
| The contribution is based on the financing requirements of the objectives in Council's Integrated Development Plan. | | |
| 17. TRANSFERS FROM NON-DISTRIBUTABLE RESERVES | | |
| Transfer from capital receipts to offset depreciation charge (See note 2) | 2,263,359 | 2,423,610 |
| Transfers from Asset Financing Fund to offset depreciation charge (See note 2) | 4,185,591 | 5,474,572 |
| Net transfer | 6,448,950 | 7,898,182 |
| 18. CASH GENERATED BY OPERATIONS | | |
| Net surplus for the year | 3,015,775 | 13,233,238 |
| <i>Adjustment for:-</i> | | |
| Depreciation | 8,614,554 | 8,844,344 |
| Investment income | (5,426,056) | (4,939,972) |
| Interest paid | 4,274,816 | 2,783,582 |
| Other | 535,485 | (996,671) |
| Operating surplus before working capital changes: | 11,014,574 | 18,924,521 |
| (Increase)/Decrease in inventories | (1,493,653) | 344,251 |
| (Increase)/Decrease in consumer debtors | (397,692) | (2,806,213) |
| (Increase)/Decrease in other debtors | 1,116,984 | 565,135 |
| Increase/(Decrease) in provisions | (65,351) | 394,679 |
| Increase/(Decrease) in creditors | 791,216 | 13,073,311 |
| | (48,496) | 11,571,163 |
| Non- operating expenditure | | |
| Debited to funds | (702,696) | (715,666) |
| Non- operating income | | |
| Credited to funds | 30,278,314 | 197,384 |
| Cash generated by operations | 40,541,696 | 29,977,402 |
| 19. CASH AND CASH EQUIVALENTS | | |
| Balance at the end of the year | 12,415,256 | 12,507,693 |
| Balance at the beginning of the year | 12,507,693 | 7,676,309 |
| Net increase/(Decrease) in cash and cash equivalents | (92,437) | 4,831,384 |
| Cash and Bank | 12,407,526 | 12,500,663 |
| Petty Cash Advances | 7,730 | 7,030 |
| Balance at the end of the year | 12,415,256 | 12,507,693 |
| 20. EXTERNAL FINANCING FUND | | |
| External loans received (see note 3) | 36,023,017 | 36,023,017 |
| Used to finance property, plant and equipment | 36,023,017 | 33,265,369 |
| Sub- total | - | 2,757,648 |
| Cash set aside for the repayment of loans | 1,977,017 | 2,272,916 |
| Cash invested (see note 6) | 1,977,017 | 5,030,564 |

NOTES TO THE FINANCIAL STATEMENTS (continued)

| | 2005 R | 2004 R |
|--|--------------------------|--------------------------|
| 21. CAPITAL COMMITMENTS | | |
| Commitments in respect of capital expenditure: | | |
| - Approved and contracted for | - | - |
| - Approved but not yet contracted for | 45,223,328 | 33,472,000 |
| | <u>45,223,328</u> | <u>33,472,000</u> |
| This expenditure will be financed from: | | |
| - Internal sources | 24,696,577 | 6,500,000 |
| - External sources | 20,526,751 | 26,972,000 |
| | <u>45,223,328</u> | <u>33,472,000</u> |
| 22. CONTINGENT LIABILITIES | | |
| Escom | 35,000 | 35,000 |
| | <u>35,000</u> | <u>35,000</u> |

Bank guarantee provided to Escom for the supply of electricity to the Municipality for distribution amongst consumers in the Pretoria Portland Cement Township. The guarantee is covered by cash deposits recovered from the individual consumers of electricity within the township.

23. RETIREMENT BENEFIT INFORMATION

Staff members and Councillor's, together with the Council, contribute to various Funds as follows:

| <u>Fund</u> | <u>Member's Share</u> | <u>Council's Share</u> |
|---|---------------------------|----------------------------|
| Cape Joint Pension Fund | 9.00 % | 18.00 % |
| Cape Joint Retirement Fund | 9.00 % | 18.00 % |
| SAMWU National Provident Fund | 5.00 % | 12.00 % |
| IMATU National Fund For Municipal Workers | 9.00 % | 18.00 % |
| Pension Fund for Municipal Councillors | 13.75 % | 15.00 % |

APPENDIX A**SCHEDULE OF LONG TERM LIABILITIES**

| EXTERNAL LOANS | Loan Number | Redeemable | Balance at 30/06/2004 | Received during the period | Redeemed written off during the period | Balance at 30/06/2005 |
|------------------------------------|------------------------|-------------------|----------------------------------|---|---|----------------------------------|
| | | | R | R | R | R |
| LONG-TERM LOANS | | | | | | |
| Development Bank | | 6/30/2005 | 35,772 | - | 35,772 | - |
| Infrastructure Finance Corporation | | 6/30/2005 | 8,561 | - | 8,561 | - |
| Infrastructure Finance Corporation | | 3/31/2006 | 104,697 | - | 49,056 | 55,641 |
| Development Bank | | 6/30/2006 | 34,831 | - | 34,831 | - |
| Development Bank | | 6/30/2009 | 101,561 | - | 101,561 | - |
| Development Bank | | 3/31/2018 | 4,114,086 | - | 123,951 | 3,990,135 |
| Development Bank | | 12/31/2018 | 6,272,716 | - | 131,611 | 6,141,105 |
| Development Bank | | 6/30/2020 | 839,984 | - | 52,499 | 787,485 |
| Development Bank | | 6/30/2020 | 1,056,049 | - | 1,056,049 | - |
| INCA | | 31/12/2013 | 22,639,999 | - | 1,409,079 | 21,230,920 |
| Total long-term loans | | | 35,208,256 | - | 3,002,970 | 32,205,286 |
| | | | | | | |
| TOTAL EXTERNAL LOANS | | | 35,208,256 | - | 3,002,970 | 32,205,286 |

APPENDIX B**ANALYSIS OF PROPERTY PLANT AND EQUIPMENT**

| | Cost | | | | |
|---------------------------------------|--------------------|--------------------|-------------------|----------------|----------------------|
| | Opening Balance | Adjustments | Additions | Disposals | Closing Balance |
| Infrastructure | | | | | |
| Drains | 14,802 | (14,802) | - | - | - |
| Roads | 35,687,021 | 375,840,201 | 11,330,293 | | 422,857,515 |
| Beach Improvements | - | - | - | | - |
| Sewerage Mains and Purification | 32,925,789 | 126,057,816 | 5,013,703 | | 163,997,308 |
| Electricity Mains | 22,463,427 | 105,828,260 | 575,492 | | 128,867,179 |
| Electricity Peak Load Equipment | 345,002 | 917,816 | - | | 1,262,818 |
| Water Mains and Purification | 848,912 | - | 251,898 | | 1,100,810 |
| Reservoirs - Water | 5,684,567 | 18,935,433 | - | | 24,620,000 |
| Water Meters | 437,269 | (50,225) | 13,500 | | 400,544 |
| Water Mains | 15,873,095 | 71,025,493 | 1,552,128 | | 88,450,716 |
| | 114,279,884 | 698,539,992 | 18,737,014 | - | 831,556,890 |
| Community Assets | | | | | |
| Parks and Gardens | 817,165 | (438,160) | 224,421 | | 603,426 |
| Libraries | 2,113,151 | - | 97,238 | | 2,210,389 |
| Recreation Grounds | 4,094,008 | (322,834) | 567,120 | | 4,338,294 |
| Civic Buildings | 3,033,420 | 404,095 | 2,579,275 | | 6,016,790 |
| | 10,057,744 | (356,899) | 3,468,054 | - | 13,168,899 |
| Heritage Assets | | | | | |
| Historical Buildings | - | | - | | - |
| Painting and Art Galleries | 30,140 | | - | | 30,140 |
| | 30,140 | | - | - | 30,140 |
| Other Assets | | | | | |
| Land | 68,068,093 | 11,091,809 | 3,391,204 | - | 82,551,106 |
| Buildings | 56,934,451 | 1,765,070 | 1,554,570 | - | 60,254,091 |
| Office Equipment | 2,177,046 | 448,085 | - | 76,871 | 2,548,260 |
| Furniture and Fittings | 1,633,290 | (364,197) | 398,696 | - | 1,667,789 |
| Bins and Containers | 336,881 | 507,301 | - | - | 844,182 |
| Emergency Equipment | 25,997 | - | - | - | 25,997 |
| Motor Vehicles | 10,320,301 | 554,335 | 1,317,244 | 328,408 | 11,863,472 |
| Fire Engines | 148,205 | - | - | | 148,205 |
| Refuse Tankers | 2,581,039 | (338,405) | 1,328,028 | 214,368 | 3,356,294 |
| Computer Equipment | 2,986,668 | 13,831 | 368,360 | - | 3,368,859 |
| Councillor's Regalia | - | - | - | - | - |
| Conservancy Tankers | - | - | - | - | - |
| Watercraft | - | - | - | - | - |
| | 145,211,971 | 13,677,829 | 8,358,102 | 619,647 | 166,628,255 |
| Housing Rental Stock | | | | | |
| Housing Rental 1 | 1,400,262 | - | - | | 1,400,262 |
| Housing Rental 2 | 823,001 | - | - | | 823,001 |
| | 2,223,263 | - | - | - | 2,223,263 |
| Leased Assets (Infrastructure) | | | | | |
| Sewerage Mains and Purify | - | - | - | - | - |
| | - | - | - | - | - |
| Investment Properties | | | | | |
| Investment Properties | - | - | - | - | - |
| | - | - | - | - | - |
| Total | 271,803,002 | 711,860,922 | 30,563,170 | 619,647 | 1,013,607,447 |

APPENDIX B**ANALYSIS OF PROPERTY PLANT AND EQUIPMENT (continued)**

| | Accumulated Depreciation | | | | |
|---------------------------------------|--------------------------|--------------------|------------------|----------------|--------------------|
| | Opening Balance | Adjustments | Additions | Disposals | Closing Balance |
| Infrastructure | | | | | |
| Drains | 8,458 | (8,458) | - | - | - |
| Roads | 15,524,720 | 375,352,071 | 1,824,499 | - | 392,701,290 |
| Beach Improvements | - | - | - | - | - |
| Sewerage Mains and Purification | 9,740,867 | 125,940,107 | 1,606,705 | - | 137,287,679 |
| Electricity Mains | 9,954,915 | 104,937,720 | 857,265 | - | 115,749,900 |
| Electricity Peak Load Equipment | 195,635 | 101,296 | 63,141 | - | 360,072 |
| Water Mains and Purification | - | - | 84,891 | - | 84,891 |
| Reservoirs - Water | 1,807,023 | 19,047,872 | 257,219 | - | 21,112,114 |
| Water Meters | 173,924 | (93,086) | 26,253 | - | 107,091 |
| Water Mains | 6,244,038 | 69,231,785 | 733,204 | - | 76,209,027 |
| | 43,649,580 | 694,509,307 | 5,453,177 | - | 743,612,064 |
| Community Assets | | | | | |
| Parks and Gardens | 388,594 | (339,149) | 17,940 | - | 67,385 |
| Libraries | 142,398 | (46,975) | 7,211 | - | 102,634 |
| Recreation Grounds | 3,187,616 | (1,338,880) | 188,559 | - | 2,037,295 |
| Civic Buildings | 1,582,053 | (221,806) | 201,550 | - | 1,561,797 |
| | 5,300,661 | (1,946,810) | 415,260 | - | 3,769,111 |
| Heritage Assets | | | | | |
| Historical Buildings | - | - | - | - | - |
| Painting and Art Galleries | 10,046 | (5,022) | 1,005 | - | 6,029 |
| | 10,046 | (5,022) | 1,005 | - | 6,029 |
| Other Assets | | | | | |
| Land | 916,909 | (247,501) | 115,326 | - | 784,734 |
| Buildings | 49,281,149 | (725,414) | 594,788 | - | 49,150,523 |
| Office Equipment | 1,399,268 | 377,718 | 229,711 | 76,871 | 1,929,826 |
| Furniture and Fittings | 932,074 | (188,953) | 56,154 | - | 799,275 |
| Bins and Containers | - | 143,974 | 84,418 | - | 228,392 |
| Emergency Equipment | 7,799 | (3,899) | 1,300 | - | 5,200 |
| Motor Vehicles | 5,340,189 | (122,613) | 1,070,602 | 328,408 | 5,959,770 |
| Fire Engines | 69,696 | - | 3,992 | - | 73,688 |
| Refuse Tankers | 1,304,965 | (343,496) | 296,961 | 177,988 | 1,080,442 |
| Computer Equipment | 2,288,861 | 174,662 | 224,371 | - | 2,687,894 |
| Councillor's Regalia | - | - | - | - | - |
| Conservancy Tankers | - | - | - | - | - |
| Watercraft | - | - | - | - | - |
| | 61,540,910 | (935,522) | 2,677,623 | 583,267 | 62,699,744 |
| Housing Rental Stock | | | | | |
| Housing Rental 1 | 636,014 | (17,285) | 26,339 | - | 645,068 |
| Housing Rental 2 | 768,135 | (192,035) | 41,150 | - | 617,250 |
| | 1,404,149 | (209,320) | 67,489 | - | 1,262,318 |
| Leased Assets (Infrastructure) | | | | | |
| Sewerage Mains and Purify | - | - | - | - | - |
| | - | - | - | - | - |
| Investment Properties | | | | | |
| Investment Properties | - | - | - | - | - |
| | - | - | - | - | - |
| Total | 111,905,346 | 691,412,633 | 8,614,554 | 583,267 | 811,349,266 |

APPENDIX C**SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT**
AT 30 JUNE 2005

| 2004 | | Balance at | 2005 | 2005 | 2005 | Balance at |
|--------------------|----------------------------|--------------------|--------------------|--------------------|------------------|----------------------|
| Expenditure | Service | 30/6/2004 | Adjustments | Expenditure | Disposals | 30/6/2005 |
| R | | R | R | R | R | R |
| | RATES AND GENERAL | | | | | |
| 16,881,299 | SERVICES | 220,659,815 | 514,953,792 | 26,048,613 | 556,568 | 761,105,652 |
| 8,030,080 | COMMUNITY SERVICES | 49,671,585 | 375,882,958 | 10,114,141 | 240,619 | 435,428,065 |
| - | Corporate Services | 4,043,437 | - | 360,136 | 30,128 | 4,373,445 |
| 165,408 | Financial | 467,178 | - | 368,360 | - | 835,538 |
| - | Environmental Health | 626,210 | - | 120,576 | - | 746,786 |
| 112,646 | Protection Services | 3,603,829 | - | 112,289 | - | 3,716,118 |
| 7,752,026 | Roads and Stormwater | 40,930,931 | 375,882,958 | 9,152,780 | 210,491 | 425,756,178 |
| 4,768,211 | SUBSIDISED SERVICES | 131,638,041 | 12,996,324 | 8,028,502 | 71,201 | 152,591,666 |
| - | Cemeteries | 38,071 | - | - | - | 38,071 |
| 1,764,215 | Municipal Property | 121,896,752 | 12,996,324 | 5,550,976 | - | 140,444,052 |
| 395,854 | Fire Fighting | 925,401 | - | - | - | 925,401 |
| 2,112,742 | Libraries | 2,355,668 | - | 135,797 | - | 2,491,465 |
| 495,400 | Parks and Recreational | 2,289,438 | - | 224,421 | 71,201 | 2,442,658 |
| - | Sportsgrounds | 4,132,711 | - | 2,117,308 | - | 6,250,019 |
| 4,083,008 | ECONOMIC SERVICES | 39,350,189 | 126,074,510 | 7,905,970 | 244,748 | 173,085,921 |
| 376,354 | Refuse Removal | 5,235,029 | - | 2,293,470 | 214,368 | 7,314,131 |
| 3,706,654 | Sewerage | 34,115,160 | 126,074,510 | 5,612,500 | 30,380 | 165,771,790 |
| 567,935 | HOUSING SERVICE | 2,223,263 | - | - | - | 2,223,263 |
| 567,935 | Housing | 2,223,263 | - | - | - | 2,223,263 |
| 8,247,971 | TRADING SERVICES | 48,919,924 | 196,907,130 | 4,514,557 | 63,079 | 250,278,532 |
| 2,811,002 | Electricity | 24,760,605 | 106,790,225 | 2,697,031 | 63,079 | 134,184,782 |
| 5,436,969 | Water | 24,159,319 | 90,116,905 | 1,817,526 | - | 116,093,750 |
| 25,697,205 | TOTAL | 271,803,002 | 711,860,922 | 30,563,170 | 619,647 | 1,013,607,447 |

APPENDIX D**ANALYSIS OF OPERATING INCOME AND EXPENDITURE FOR
THE YEAR ENDED 30 JUNE 2005**

| 2004 Actual R | | 2005 Actual R | 2005 Budget R |
|------------------------------|---|------------------------------|------------------------------|
| INCOME | | | |
| 11,836,616 | Government and Provincial Grants and Subsidies | 12,124,625 | 12,080,912 |
| 6,777,186 | Central Government | 7,111,250 | 7,497,000 |
| 5,059,430 | Provincial Government | 4,469,585 | 4,583,912 |
| - | District Municipality | 543,790 | - |
| 45,148,230 | Operating Income | 50,830,785 | 49,979,082 |
| 27,174,169 | Assessment Rates | 30,880,042 | 30,395,887 |
| | Caravan Parks | | |
| 19,916 | Moorreesburg | 44,500 | 2,500 |
| 915,250 | Yzerfontein | 1,038,724 | 788,400 |
| 377,873 | Harbour | 271,790 | 366,146 |
| 7,171,717 | Refuse Removal | 7,827,072 | 7,904,524 |
| 9,489,305 | Sewerage | 10,768,657 | 10,521,625 |
| 46,583,083 | Electricity | 48,733,227 | 48,880,322 |
| 45,795,635 | Sale of Electricity | 47,740,808 | 48,149,043 |
| 787,448 | Other | 992,419 | 731,279 |
| 14,998,616 | Water | 13,475,671 | 14,179,156 |
| 14,249,575 | Sale of Water | 12,589,665 | 13,590,404 |
| 749,041 | Other | 886,006 | 588,752 |
| 20,303,623 | Income from miscellaneous tariffs etc | 45,453,871 | 43,216,766 |
| 138,870,168 | | 170,618,179 | 168,336,238 |
| EXPENDITURE | | | |
| 44,320,769 | Salaries, wages and allowances | 49,753,017 | 52,603,533 |
| 64,513,113 | General Expenses | 68,133,787 | 73,748,083 |
| 25,194,030 | Purchase of Electricity | 26,138,948 | 26,042,126 |
| 7,731,769 | Purchase of Water | 7,262,734 | 7,797,082 |
| 31,587,314 | Other | 34,732,105 | 39,908,875 |
| 5,801,301 | Repairs and Maintenance | 6,429,400 | 7,517,517 |
| 8,844,344 | Depreciation | 8,614,554 | 9,748,829 |
| 2,783,583 | Finance Costs | 4,274,816 | 4,448,705 |
| | Redemption Deficit | - | 1,182,023 |
| 2,553,820 | Contributions | 33,831,230 | 3,428,362 |
| 128,816,930 | Gross Expenditure | 171,036,804 | 152,677,052 |
| 3,180,000 | Less: Amounts charged out | 3,434,400 | 3,434,400 |
| 125,636,930 | Net expenditure | 167,602,404 | 149,242,652 |

APPENDIX E**SEGMENTAL INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2005**

| 2004 Actual Income R | 2004 Actual Expenditure R | 2004 Surplus/ (Deficit) R | | 2005 Actual Income R | 2005 Actual Expenditure R | 2005 Surplus/ (Deficit) R |
|---|--|--|----------------------------|---|--|--|
| 76,655,063 | 77,242,881 | (587,818) | RATES AND GENERAL | | | |
| 57,867,487 | 53,102,753 | 4,764,734 | SERVICES | 107,669,528 | 117,188,990 | (9,519,462) |
| | | | COMMUNITY SERVICES | 86,840,880 | 89,471,607 | (2,630,727) |
| 851,229 | 646,218 | 205,011 | Administration | | | |
| 49,151 | 2,783,011 | (2,733,860) | Civil | 999,732 | 720,384 | 279,348 |
| 9,678,093 | 7,183,351 | 2,494,742 | Corporate | 42,434 | 3,354,292 | (3,311,858) |
| - | - | - | Financial | 35,239,344 | 39,985,931 | (4,746,587) |
| - | 909,926 | (909,926) | Community Services | - | 613,456 | (613,456) |
| - | 409,136 | (409,136) | Municipal Manager | - | 1,028,092 | (1,028,092) |
| 27,174,169 | - | 27,174,169 | Protection | - | 451,142 | (451,142) |
| - | 671 | (671) | Assessment Rates | 30,880,042 | - | 30,880,042 |
| - | 2,183,670 | (2,183,670) | Civil Protection | - | 6,623 | (6,623) |
| - | 3,361,252 | (3,361,252) | Cleaning of Roads | - | 2,373,929 | (2,373,929) |
| 8,293,817 | 10,118,059 | (1,824,242) | Council General Expenses | 41,050 | 4,273,312 | (4,232,262) |
| | | | Grants and Donations | 7,663,754 | 8,146,067 | (482,313) |
| | | | Health | | | |
| 759,550 | 759,550 | - | Clinic Moorreesburg | 833,244 | 833,244 | - |
| 984,200 | 1,873,500 | (889,300) | Clinic Malmesbury | 1,293,975 | 1,982,378 | (688,403) |
| - | 562,959 | (562,959) | Community | - | 812,666 | (812,666) |
| 70,924 | 1,536,382 | (1,465,458) | Environmental Health | 509,935 | 778,598 | (268,663) |
| 1,721,898 | 1,721,898 | - | ID Hospital | 1,809,992 | 1,809,992 | - |
| - | - | - | Occupational Health | - | 218,198 | (218,198) |
| 18,888 | 884,785 | (865,897) | Human Resources | 217,140 | 1,016,896 | (799,756) |
| - | 2,639,258 | (2,639,258) | Information Technology | - | 3,097,984 | (3,097,984) |
| - | 3,066,729 | (3,066,729) | Law Enforcement | - | 3,653,899 | (3,653,899) |
| 7,856,558 | 2,138,217 | 5,718,341 | Licensing and Traffic | 6,952,735 | 2,340,108 | 4,612,627 |
| 43,896 | 8,685,580 | (8,641,684) | Roads and Stormwater | 82,169 | 10,128,976 | (10,046,807) |
| - | 475,465 | (475,465) | Stores | - | 520,639 | (520,639) |
| - | 550,853 | (550,853) | Tourism | - | 584,507 | (584,507) |
| 365,114 | 612,283 | (247,169) | Townplanning | 275,334 | 740,294 | (464,960) |
| 813,515 | 10,546,372 | (9,732,857) | SUBSIDISED SERVICES | 877,905 | 12,434,970 | (11,557,065) |
| 287,337 | 3,227,450 | (2,940,113) | Property Maintenance | 263,505 | 3,457,363 | (3,193,858) |
| 173,672 | 124,047 | 49,625 | Cemeteries | 241,502 | 304,511 | (63,009) |
| 56,871 | 59,180 | (2,309) | Municipal Property | 40,254 | 256,798 | (216,544) |
| 1,924 | 1,020,339 | (1,018,415) | Fire Fighting | 1,702 | 1,163,435 | (1,161,733) |
| 103,448 | 1,404,130 | (1,300,682) | Libraries | 100,755 | 1,632,362 | (1,531,607) |
| - | 1,850,197 | (1,850,197) | Parks and Recreational | - | 2,768,285 | (2,768,285) |
| 62,420 | 40,189 | 22,231 | Proclaimed Roads | 60,978 | 35,384 | 25,594 |
| 71,979 | 1,148,212 | (1,076,233) | Sportsgrounds | 78,955 | 1,027,654 | (948,699) |
| 55,864 | 679,312 | (623,448) | Swimming Pools | 90,254 | 673,853 | (583,599) |
| - | 993,316 | (993,316) | Town Halls | - | 1,115,325 | (1,115,325) |
| 17,974,061 | 13,593,756 | 4,380,305 | ECONOMIC SERVICES | 19,950,743 | 15,282,413 | 4,668,330 |
| 19,916 | 2,211 | 17,705 | Caravan Parks | | | |
| 915,250 | 591,192 | 324,058 | Moorreesburg | 44,500 | 20,569 | 23,931 |
| 377,873 | 415,123 | (37,250) | Yzerfontein | 1,038,724 | 722,583 | 316,141 |
| 7,171,717 | 4,836,318 | 2,335,399 | Harbour | 271,790 | 426,270 | (154,480) |
| 9,489,305 | 7,748,912 | 1,740,393 | Refuse Removal | 7,827,072 | 5,834,998 | 1,992,074 |
| | | | Sewerage | 10,768,657 | 8,277,993 | 2,490,664 |
| 633,406 | 633,406 | - | HOUSING SERVICE | 739,753 | 739,753 | - |
| 633,406 | 633,406 | - | Housing | 739,753 | 739,753 | - |
| 61,581,699 | 47,760,643 | 13,821,056 | TRADING SERVICES | 62,208,898 | 49,673,661 | 12,535,237 |
| 46,583,083 | 33,991,628 | 12,591,455 | Electricity | 48,733,227 | 35,289,610 | 13,443,617 |
| 14,998,616 | 13,769,015 | 1,229,601 | Water | 13,475,671 | 14,384,051 | (908,380) |
| 138,870,168 | 125,636,930 | 13,233,238 | TOTAL | 170,618,179 | 167,602,404 | 3,015,775 |

APPENDIX F**STATISTICAL INFORMATION AT 30 JUNE 2005**

| | <u>2005</u> | <u>2004</u> | <u>2003</u> |
|---|-----------------------------|-----------------------------|-----------------------------|
| A. GENERAL STATISTICS | | | |
| 1. Population (approximate) | 72,115 | 72,115 | 65,000 |
| 2. Number of registered voters: 2000 election | 28,720 | 28,270 | 28,270 |
| 3. Percentage of votes cast: 2000 election | 63.60 | 63.60 | 63.60 |
| 4. Size of area in square kilometre | 3,687.36 | 3,687.36 | 3,687.36 |
| 5. Value of rateable property : | | | |
| Land | 2,018,728,500 | 2,002,577,900 | 517,468,492 |
| Improvements | 2,041,823,660 | 1,991,923,950 | 1,482,672,370 |
| | <u>4,060,552,160</u> | <u>3,994,501,850</u> | <u>2,000,140,862</u> |
| Value of non-rateable property : | | | |
| Land | 14,169,820 | 13,155,920 | 15,940,408 |
| Improvements | 61,702,100 | 61,522,100 | 60,273,530 |
| | <u>75,871,920</u> | <u>74,678,020</u> | <u>76,213,938</u> |
| Total value of rateable and non-rateable property | <u>4,136,424,080</u> | <u>4,069,179,870</u> | <u>2,076,354,800</u> |
| Effective Date | | | |
| All towns with the exception of Moorreesburg | July 2003 | July 2003 | July 1999 |
| Moorreesburg | July 2003 | July 2003 | July 2000 |
| 6. Assessment rates : cents/rand (on land and improvements with the exception of Yzerfontein) | | | |
| Malmesbury | 1.0700 | 0.9800 | 1.0245 |
| Moorreesburg | 1.0700 | 0.9800 | 1.0245 |
| Koringberg | 1.0700 | 0.9800 | 0.9760 |
| Darling | 1.0700 | 0.9800 | 0.9639 |
| Yzerfontein | 1.0700 | | |
| Land | | 0.9579 | 0.9357 |
| Improvements | | 0.8080 | 0.6306 |
| Riebeek West | 1.0700 | 0.9800 | 1.0245 |
| Riebeek Kasteel | 1.0700 | 0.9800 | 1.0245 |
| Abbotsdale | 1.0700 | 0.9800 | 1.0245 |
| Chatsworth | 1.0700 | 0.9800 | 1.0245 |
| Kalbaskraal | 1.0700 | 0.9800 | 1.0245 |
| Riverlands | 1.0700 | 0.9800 | 1.0245 |
| Rural Areas | 0.0027 | 0.2450 | - |
| Rebates | | | |
| State | 20.00 % | 20.00 % | 20.00 % |
| Pensioners | 40.00 % | 40.00 % | 40.00 % |
| 7. No of employees at Swartland Municipality | 502 | 489 | 494 |
| B. ELECTRICITY STATISTICS | | | |
| 1. Units bought (Kwh) | 147,603,747 | 142,388,829 | 144,439,500 |
| 2. Units sold (Kwh) | 137,463,002 | 134,099,936 | 133,678,811 |
| 3. Units lost in distribution (Kwh) | 10,140,745 | 8,288,893 | 10,760,689 |
| 4. Units lost in distribution as % of units bought | 6.87 % | 5.82 % | 7.45 % |
| C. WATER STATISTICS | | | |
| 1. Units bought and purified (Kl) | 3,898,202 | 4,340,268 | 4,138,915 |
| 2. Units sold (Kl) | 3,475,437 | 3,971,794 | 3,691,594 |
| 3. Units lost in distribution (Kl) | 422,765 | 368,474 | 447,321 |
| 4. Units lost in distribution as % of units bought | 10.85 % | 8.49 % | 10.81 % |